

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-A, AS AMENDED

ANNUAL REPORT PURSUANT TO SECTION 17 OF THE SECURITIES REGULATION CODE AND SECTION 141 OF THE CORPORATION CODE OF THE PHILIPPINES

1. For the fiscal year ended
Jun 30, 2025
2. SEC Identification Number
1746
3. BIR Tax Identification No.
000-126-853-000
4. Exact name of issuer as specified in its charter
STI EDUCATION SYSTEMS HOLDINGS, INC.
5. Province, country or other jurisdiction of incorporation or organization
Metro Manila, Philippines
6. Industry Classification Code(SEC Use Only)
7. Address of principal office
7th Floor STI Holdings Center, 6764 Ayala Avenue, Makati City
Postal Code
1226
8. Issuer's telephone number, including area code
(632) 8844-9553
9. Former name or former address, and former fiscal year, if changed since last report
-
10. Securities registered pursuant to Sections 8 and 12 of the SRC or Sections 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding	
Common Stock	9,904,806,924	

11. Are any or all of registrant's securities listed on a Stock Exchange?

☒ Yes ☐ No

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

Philippine Stock Exchange

12. Check whether the issuer:

(a) has filed all reports required to be filed by Section 17 of the SRC and SRC Rule 17.1 thereunder or Section 11 of the RSA and RSA Rule 11(a)-1 thereunder, and Sections 26 and 141

of The Corporation Code of the Philippines during the preceding twelve (12) months (or for such shorter period that the registrant was required to file such reports)

☒ Yes ☐ No

(b) has been subject to such filing requirements for the past ninety (90) days

☒ Yes ☐ No

13. State the aggregate market value of the voting stock held by non-affiliates of the registrant. The aggregate market value shall be computed by reference to the price at which the stock was sold, or the average bid and asked prices of such stock, as of a specified date within sixty (60) days prior to the date of filing. If a determination as to whether a particular person or entity is an affiliate cannot be made without involving unreasonable effort and expense, the aggregate market value of the common stock held by non-affiliates may be calculated on the basis of assumptions reasonable under the circumstances, provided the assumptions are set forth in this Form

2,981,616,687 shares x 1.39 per share = 4,144,447,194.93 as of September 30, 2025

**APPLICABLE ONLY TO ISSUERS INVOLVED IN
INSOLVENCY SUSPENSION OF PAYMENTS PROCEEDINGS
DURING THE PRECEDING FIVE YEARS**

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

☐ Yes ☒ No

DOCUMENTS INCORPORATED BY REFERENCE

15. If any of the following documents are incorporated by reference, briefly describe them and identify the part of SEC Form 17-A into which the document is incorporated:

(a) Any annual report to security holders

June 30, 2025 Audited Consolidated Financial Statements

(b) Any information statement filed pursuant to SRC Rule 20

N/A

(c) Any prospectus filed pursuant to SRC Rule 8.1

N/A

The Exchange does not warrant and holds no responsibility for the veracity of the facts and representations contained in all corporate disclosures, including financial reports. All data contained herein are prepared and submitted by the disclosing party to the Exchange, and are disseminated solely for purposes of information. Any questions on the data contained herein should be addressed directly to the Corporate Information Officer of the disclosing party.



STI Education Systems Holdings, Inc.
STI

**References: SRC Rule 17 and
Section 17.2 and 17.8 of the Revised Disclosure Rules**

For the fiscal year ended	Jun 30, 2025
Currency	Philippine Peso

Balance Sheet

	Year Ending	Previous Year Ending
	Jun 30, 2025	Jun 30, 2024
Current Assets	3,599,666,499	3,659,016,909
Total Assets	17,014,258,584	15,441,821,846
Current Liabilities	1,954,174,091	1,770,507,834
Total Liabilities	4,529,087,058	4,869,445,837
Retained Earnings/(Deficit)	8,295,847,265	6,529,002,580
Stockholders' Equity	12,485,171,526	10,572,376,009
Stockholders' Equity - Parent	12,367,058,773	10,481,070,744
Book Value Per Share	1.26	1.07

Income Statement

	Year Ending	Previous Year Ending
	Jun 30, 2025	Jun 30, 2024
Gross Revenue	5,559,461,807	4,700,323,668
Gross Expense	3,195,818,205	2,919,503,548
Non-Operating Income	348,581,012	287,812,514
Non-Operating Expense	260,913,289	295,213,257
Income/(Loss) Before Tax	2,451,311,325	1,773,419,377
Income Tax Expense	235,715,462	165,068,379
Net Income/(Loss) After Tax	2,215,595,863	1,608,350,998
Net Income/(Loss) Attributable to Parent Equity Holder	2,191,076,517	1,591,191,183
Earnings/(Loss) Per Share (Basic)	0.22	0.16
Earnings/(Loss) Per Share (Diluted)	0.22	0.16

Financial Ratios

	Formula	Fiscal Year Ended	Previous Fiscal Year
		Jun 30, 2025	Jun 30, 2024
Liquidity Analysis Ratios:			
Current Ratio or Working Capital Ratio	Current Assets / Current Liabilities	1.84	2.07
Quick Ratio	(Current Assets - Inventory - Prepayments) / Current Liabilities	1.67	1.31
Solvency Ratio	Total Assets / Total Liabilities	3.76	3.17
Financial Leverage Ratios			
Debt Ratio	Total Debt/Total Assets	0.27	0.32
Debt-to-Equity Ratio	Total Debt/Total Stockholders' Equity	0.34	0.44
Interest Coverage	Earnings Before Interest and Taxes (EBIT) / Interest Charges	18.19	11.71

Asset to Equity Ratio	Total Assets / Total Stockholders' Equity	1.36	1.46
Profitability Ratios			
Gross Profit Margin	Sales - Cost of Goods Sold or Cost of Service / Sales	72	69.8
Net Profit Margin	Net Profit / Sales	40	34.2
Return on Assets	Net Income / Total Assets	14	11
Return on Equity	Net Income / Total Stockholders' Equity	19	16.2
Price/Earnings Ratio	Price Per Share / Earnings Per Common Share	7.41	5.6

Other Relevant Information
-

Filed on behalf by:

Name	Cyril Cunanan
Designation	Compliance Officer

COVER SHEET

[illegible]

S	T	I	E	D	U	C	A	T	I	O	N	S	Y	S	T	E	M	S	H	O	L	D	I	N	G	S
		I	N	C.			A	N	D			S	U	B	S	I	D	I	A	R	I	E	S			

(Company's Full Name)

[illegible]

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

ARSENIO C. CABRERA, JR.

Contact Person

(6	3	2)	8	8	1	3	7	1	1	1

Company Telephone Number

0	6

3	0

Month

Day

Fiscal Year

SEC FORM 17-A For the Fiscal Year ended June 30, 2025

FORM TYPE

Third Friday of November

Third Friday of November

Month

Day

Annual Meeting

	N A

NA

Secondary License Type, If Applicable

C	F	D

Dept. Requiring this Doc.

Amended Articles Number/Section

1	2	5	8

Total No. of Stocholders

Total Amount of Borrowings

[illegible]

Domestic

	N	A

N A

Foreign

To be accomplished by SEC Personnel concerned

[illegible]

File Number

LCU

LCU

[illegible]

Document I.D.

Cashier

STAMPS

SECURITIES AND EXCHANGE COMMISSION

**SEC FORM 17-A
ANNUAL REPORT PURSUANT TO SECTION 17
OF THE SECURITIES REGULATION CODE AND SECTION 141
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4. Exact name of registrant
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5. Province, country or other
jurisdiction of incorporation
or organization Metro Manila,
Philippines
6. Industry Classification Code
(SEC Use Only)
7. Address of Principal Office 7th Floor STI Holdings Center
6764 Ayala Avenue
1226 Makati City
8. Registrant's telephone
number (including area code) (632) 8844-9553
9. Former name, former address,
former fiscal year, if changed
since last report
10. Securities Registered pursuant to Sections 4 and 8 of the RSA.

Title of Each Class -----	Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding -----
Common Stock	9,904,806,924 shares Issued and Outstanding
11. Are any or all of these securities listed on a Stock Exchange?

Yes [/]
No []

Name of Stock Exchange: Philippine Stock Exchange
Class of Securities: Common
12. Check whether the registrant:
 - (a) has filed all reports required to be filed by Section 17 of the Securities Regulations Code (SRC) and SRC Rule 17 (a) - 1 there under and Sections 26 and 141 of the Corporation Code of the Philippines during the preceding 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 []

13. State the aggregate market value of the voting stock held by non-affiliates of the registrant. The aggregate market value shall be computed by reference to the price at which the stock was sold, or the average bid and asked prices of such stock, as of a specified date within sixty (60) days prior to the date of filing. If a determination as to whether a particular person or entity is an affiliate cannot be made without involving unreasonable effort and expense, the aggregate market value of the common stock held by non-affiliates may be calculated on the basis of assumptions reasonable under the circumstances, provided the assumptions are set forth in this Form.

2,981,616,687 shares owned by the public as of June 30, 2025 based on the closing price as of September 30, 2025 of ₱1.39 per share: ₱4,144,447,194.93

Note: As of June 30, 2025, the Company's shares were traded at ₱1.64 per share.

14. The Company was not involved in any insolvency/suspension of payments proceedings in the last five (5) years.

DOCUMENTS INCORPORATED BY REFERENCE

15. The June 30, 2025 Audited Consolidated Financial Statements are incorporated by reference in this SEC Form 17-A (Item 7).

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PART 1 - BUSINESS AND GENERAL INFORMATION

Item 1. DESCRIPTION OF BUSINESS

Group History and Structure

STI Education Systems Holdings, Inc.

STI Education Systems Holdings, Inc. (STI Holdings or the Parent Company) was originally established in 1928 as the Philippine branch office of Theo H. Davies & Co., a Hawaiian corporation. It was reincorporated as a Philippine corporation in 1946. After many years of operations as part of the Jardine-Matheson group, STI Holdings was sold to local Philippine investors in 2006. In March 2010, it became part of the Tanco Group of Companies.

STI Holdings is the holding company within the Tanco Group that drives investment in its education business. It is a publicly-listed company on the Philippine Stock Exchange (PSE) and its registered office address and principal place of business is 7th Floor, STI Holdings Center, 6764 Ayala Avenue, Makati City. Unless indicated otherwise or the context otherwise requires, reference to the “Group” are to STI Holdings and its subsidiaries.

In June and August 2012, the Board of Directors and stockholders of the Parent Company, respectively, approved the share-for-share swap transaction (the “Share Swap”) between the shareholders of the Parent Company and the shareholders of STI Education Services Group, Inc. (STI ESG Shareholders) and the corresponding increase in the Company’s authorized capital stock from 1,103,000,000 shares with an aggregate par value of ₱551.5 million to 10,000,000,000 shares with an aggregate par value of ₱5 billion. The Securities and Exchange Commission (SEC) approved both the Share Swap and increase in authorized capital stock in September 2012.

In the latter part of August 2012, the Board of Directors of STI Holdings approved the offering and issuance by way of a follow-on offering of up to a maximum of 3 billion common shares of the Parent Company. The Offer, comprised of Primary Offering, Secondary Offering and the Over Allotment Option were all executed and completed in November 2012 where a total of 2,900,000,000 shares were issued following its listing in the PSE.

As of June 30, 2025 and June 30, 2024, STI Holdings has outstanding shares totaling 9,904,806,924 out of its authorized capital stock of 10 billion shares.

STI Holdings has five (5) subsidiaries as of June 30, 2025, namely: STI Education Services Group, Inc. (STI ESG), STI West Negros University, Inc. (STI WNU), iACADEMY, Inc. (iACADEMY) (Formerly: Information and Communications Technology Academy, Inc.), STI College Novaliches, Inc. and Attenborough Holdings Corporation (AHC).

STI Holdings received a Golden Arrow for the year 2024 from the Institute of Corporate Directors (ICD), a non-stock, not-for-profit national association of corporate directors and other stakeholders engaged in corporate governance. The Golden Arrow is awarded to top-performing Philippine publicly-listed companies and insurance companies based on the ASEAN Corporate Governance Scorecard (ACGS) and Corporate Governance Scorecard (CGS) Assessment Results. This is the fourth straight year STI Holdings has received a Golden Arrow.

Consolidation of STI ESG into STI Holdings

In August 2012, STI Holdings' shareholders approved an increase in share capital from 1,103,000,000 shares with an aggregate par value of ₱551.5 million to 10,000,000,000 shares with an aggregate par value of ₱5 billion and a share swap agreement with the STI ESG Shareholders. The SEC approved the agreement and the increase in the authorized capital of the Parent Company in September 2012. By the end of October 2012, the consolidation of the two companies was completed.

In view of the increase in its authorized capital stock and pursuant to the Share Swap, STI Holdings issued 5,901,806,924 shares to STI ESG Shareholders in exchange for 907,970,294 common shares of STI ESG. As a result, immediately after the Share Swap, the STI ESG Shareholders who joined the Share Swap owned approximately 84% interest in STI Holdings while STI Holdings increased its shareholdings to 96.0% of the total issued and outstanding capital stock of STI ESG.

In November and December 2012, STI Holdings subscribed to 2.1 billion STI ESG shares. In July 2013, the Parent Company acquired an additional 328,125 shares. STI Holdings' ownership of STI ESG is at 98.7% as of June 30, 2025 and 2024.

Acquisition of West Negros University

On October 1, 2013, STI Holdings acquired 99.45% of the issued and outstanding common shares and 99.93% of the issued and outstanding preferred shares of West Negros University Corp., now known as STI West Negros University, a leading university in the City of Bacolod in Negros Occidental.

STI WNU offers a wide variety of programs and complements the courses offered by the Parent Company's other subsidiary, STI ESG.

The acquisition is part of the planned expansion of the Parent Company. It not only widened its course offerings at the tertiary level but also provided STI Holdings another entry into basic education which is the focus of the government's K to 12 program, and into the graduate school level which is vital in uplifting the development of human capital in the country.

In May 2015, the SEC approved the change in the corporate name of West Negros University Corp. to STI West Negros University, Inc.

Acquisition of iACADEMY

On September 27, 2016, STI Holdings purchased 100 million iACADEMY shares or 100% of iACADEMY's issued and outstanding capital stock from STI ESG. STI Holdings also subscribed to ₱100 million of the ₱400 million increase in the authorized capital stock of iACADEMY. On November 9, 2016, the SEC approved the increase in the authorized capital stock of iACADEMY. As of said date, the authorized capital stock of iACADEMY is at ₱500 Million with ₱200 million subscribed and fully paid by STI Holdings. As a result, iACADEMY is now a 100% subsidiary of STI Holdings.

Acquisition of STI College Novaliches, Inc.

On June 24, 2024, STI Holdings and STI College Novaliches, Inc., executed a Subscription Agreement wherein STI Holdings subscribed to 75 million common shares of STI College Novaliches, Inc. at ₱1.00 per share or ₱75 million, subject to the SEC's approval of the increase in the authorized capital stock of STI College Novaliches, Inc. from 5 million common shares at ₱1.00 per share or ₱5 million to 300 million common shares at ₱1.00 per share or ₱300 million. The deposit for future stock subscription in the amount of ₱75.0 million was paid by STI Holdings in June 2024. On January 27, 2025, the SEC approved STI College Novaliches, Inc.'s application to increase its authorized capital stock. As a result,

STI College Novaliches, Inc. became a direct subsidiary of STI Holdings, with 93.75% ownership while STI ESG's ownership interest in STI College Novaliches, Inc. was reduced from 100% to 6.25%, effective January 2025.

AHC

The Parent Company became a stockholder owning 40% of AHC in November 2014 following the SEC approval of the increase in the authorized capital stock of AHC. In February 2015, STI Holdings acquired the remaining 60% ownership of AHC from various individuals making it a 100% owned subsidiary.

AHC is a holding company which is a party to the Joint Venture Agreement and Shareholders' Agreement (the "Agreements") among Philippine Women's University (PWU), Unlad Resources Development Corporation (Unlad) and the Benitez Group. Under the Agreements, AHC is set to own up to 20% of Unlad. AHC is also a party to the Omnibus Agreement it executed with STI Holdings and Unlad.

On March 1, 2016, AHC executed a Deed of Assignment wherein AHC assigned to STI Holdings its loan to Unlad, including capitalized foreclosure expenses, amounting to ₱66.7 million for a cash consideration of ₱73.8 million.

Business Development

STI Education Services Group, Inc. (STI ESG)

Established on August 21, 1983, STI ESG initially focused on training Filipinos in computer programming to address the growing demand for information technology (IT) education in the Philippines. Starting as a training center, STI ESG's early offerings included short-term computer programming courses. These courses were specifically designed to meet the educational needs of college graduates and working professionals seeking to acquire knowledge in emerging computer technology.

Subsequently, STI ESG rapidly expanded its campus network through franchising agreements in Metro Manila, later expanding its presence to key areas across Luzon, Visayas, and Mindanao, and even internationally. In 2003, Management strategically decided to concentrate on the domestic market while continuing to assess future international expansion opportunities.

Over time, STI ESG strategically transitioned its focus from short-term courses to college degree programs to align with the evolving business environment. In 1995, the Commission on Higher Education (CHED) granted STI ESG the necessary permit to operate colleges. The institution subsequently rolled out four-year college programs, beginning with Information & Communications Technology and gradually introducing new programs in the succeeding years. Currently, STI ESG offers four-year college programs across diverse fields, including Information Technology, Business and Management, Engineering, Hospitality Management, Tourism Management, Arts and Sciences, Education, Maritime, and Criminal Justice Education.

STI ESG has actively sought to strengthen its nationwide geographical presence by investing in the aggressive construction and improvement of facilities. A growing number of STI ESG schools are moving away from rented commercial complexes to larger, improved, stand-alone campuses in strategic locations. These enhanced campuses feature state-of-the-art facilities, spacious classrooms, top-of-the-line simulation laboratories, and recreational facilities, all designed to facilitate high-quality academic delivery. To date, 22 wholly-owned schools feature renovated or newly built facilities.

Additionally, incentives were offered to franchisees to upgrade their facilities, resulting in nine schools responding thus far.

Concurrently, STI ESG centralized efforts on enhancing academic quality, investing in trainings related to awareness, documentation, and internal quality audits. This initiative successfully led to the achievement of ISO 9001:2008 certification on February 5, 2015 and the ISO 9001:2015 certification on February 5, 2018. Both certifications, awarded by the ISO certifying body TÜV Rheinland Philippines Inc., pertain to STI ESG's Learning Delivery System, encompassing courseware development and faculty training and certification for the tertiary level. The ISO 9001:2015 certification was subsequently extended to include senior high school and expanded to cover student development programs and job placement assistance for graduates.

When the Department of Education (DepEd) announced the K to 12 program in 2013, STI ESG leveraged its nationwide presence to implement the first-to-market approach for the senior high school (SHS) program, establishing itself as the largest pioneer to offer SHS. The program includes the Academic and Technical-Vocational-Livelihood tracks. Under the Technical-Vocational-Livelihood track, STI ESG offers three strands with various specializations. The institution also offers the junior high school program in select schools.

STI ESG and other educational institutions navigated a significant shift in the education landscape with the implementation of the Republic Act (RA) 10931, the "Universal Access to Quality Tertiary Education Act" (UAQTEA), in 2018. The law established four key provisions: (1) free tuition and miscellaneous fees in state universities and colleges (SUCs) and local universities and colleges (LUCs); (2) free technical-vocational education and training in state-run technical-vocational institutes; (3) student loan programs for tertiary students; and (4) Tertiary Education Subsidy (TES) in private higher education institutions (HEIs).

STI ESG fully supports the government's commitment to providing equal opportunities to Filipino youth by enhancing accessibility to tertiary education and encouraging the pursuit and completion of higher learning. Consequently, on December 17, 2018, STI ESG signed a Memorandum of Agreement with CHED and the implementing organization, the Unified Student Financial Assistance System for Tertiary Education (UniFAST), to enact the tertiary education subsidy and student loan program.

Through Management's consistent and dedicated efforts, the STI brand remains true to its commitment: providing real-life education to Filipino youth and nurturing them to become competent and responsible members of the society.

STI ESG Network

The STI ESG network demonstrates its growing nationwide presence with 63 active schools spanning Luzon, Visayas, and Mindanao. This network comprises 60 STI-Branded Colleges and three STI-Branded Education Centers. Of these 63 schools, 36 college campuses and one education center are wholly-owned, and 24 college campuses and two education centers are operated by franchisees.

Area	Wholly-Owned	Franchised
Metro Manila (12)	Alabang Caloocan Cubao Fairview Global City Las Piñas NAMEI Novaliches Pasay-EDSA Sta. Mesa	Marikina Muñoz-EDSA
Northern Luzon (16)	Baguio Dagupan Laoag Meycauayan San Jose del Monte Sta. Maria	Alaminos Angeles Balagtas Baliuag Cauayan Malolos San Fernando San Jose Tarlac Vigan
Southern Luzon (19)	Batangas Calamba Carmona Legazpi Lipa Lucena Naga Ortigas-Cainta Puerto Princesa San Pablo Sta. Cruz Tanauan Tanay	Bacoor Balayan Dasmariñas Rosario Santa Rosa Tagaytay
Visayas (5)	Calbayog Dumaguete Kalibo	Maasin Ormoc
Mindanao (11)	Cagayan De Oro Davao Iligan Malaybalay Valencia	Cotabato General Santos Koronadal Surigao Tacurong Tagum

Capital Market Infrastructure

STI ESG listed its ₱3 Billion Series 7-year Bonds due 2024 and Series 10-year Bonds due 2027 on the Philippine Dealing and Exchange Corp. (PDEX) secondary market on March 23, 2017.

STI ESG's ₱3.0 billion bond issue has been assigned by Philippine Rating Services Corporation (PhilRatings) an Issue Credit Rating of 'PRS A plus' with a Positive Outlook by PhilRatings in November 2024. Obligations rated PRS A have favorable investment attributes and are considered as upper-medium grade obligations. Although these obligations are somewhat more susceptible to the adverse effects of changes in economic conditions, this indicates that the obligor's capacity to meet its financial commitments on the obligation is still strong. The "plus" further qualifies the assigned rating. A "Positive Outlook" indicates that there is a potential for the present credit rating to be upgraded in the next 12 months.

STI ESG's ₱3.0 billion bond issue is the first tranche of its ₱5 billion fixed-rate bonds program under its 3- year shelf registration with the SEC, while the 3-year shelf registration ended on March 9, 2020. The Bonds carry 5.8085% and 6.3756% coupon rates for the 7-year and 10-year tenors, respectively. Interests are payable quarterly in arrears on June 23, September 23, December 23, and March 23, or the next business day if such dates fall on a non-banking day, of each year commencing on June 23, 2017 until and including the relevant maturity dates. The proceeds of the bonds have been fully utilized as at March 31, 2019.

On March 23, 2024, the 7-year fixed rate bonds with a principal amount of ₱2,180.0 million matured and was fully redeemed by STI ESG in accordance with terms of the Trust Agreement and the Supplemental Trust Agreement.

STI West Negros University, Inc. (STI WNU)

West Negros University was founded on February 14, 1948 by three Baptist women leaders. The school, then West Negros College (WNC), first operated as a sectarian educational institution in an old rented Valentine Memorial Hall in Bacolod, offering six undergraduate programs that attracted 710 students handled by 33 faculty members.

In 1951, the school was re-established as a non-sectarian school in its present location along Burgos Street, utilizing a three-storey wooden building that housed classrooms and administrative offices. A separate building was also built for elementary and high school pupils.

With the continued increase in enrollment, then President Leodegario N. Agustin initiated the construction of a ₱2.2 million concrete five-storey building. The building accommodated all academic departments and administrative offices, laboratories, clinic, library, and classrooms.

To enrich the college life of students, a gymnasium was constructed in 1968 for the school's extra-curricular and sports activities. It also hosted convocations, cultural presentations and graduation activities, and extended its services to the community by accommodating, among others, basketball games, boxing tournaments, social gatherings, and concerts.

The following year, the school's enrollment rose to 6,843 students, with a pool of 200 faculty members. The increase brought about further expansion, hence in 1972 the construction of a concrete three-storey building for the high school and elementary department was initiated.

In 1980, responding to the changing times with the advent of computers, the college put up its own Computer Center and expanded its curricular offerings by opening computer courses and short-term

or technical programs. It was then considered among the biggest and was recognized among the pioneers of computer schools in Western Visayas.

On October 1, 2007, as initiated by then President Dr. Suzette Lilian A. Agustin, an application for University status was submitted to the CHED Central Office, Manila. CHED Central Office sent a Special Team from November 22 to 23, 2007 to evaluate and verify compliance of WNC with the university standards. The school's readiness for a final CHED visit to inspect and evaluate WNC's level of compliance was conveyed on January 25, 2008 to the Commission *en banc* and to the Office of Programs and Standards of the Commission on Higher Education, which resulted to the conduct of the detailed and rigorous process of verification by the CHED Commissioners on February 5, 2008.

On February 11, 2008, the Commission on Higher Education found WNC in full compliance of CHED requirements, and granted WNC the University Status, per Resolution No. 78, s. 2008. The WNC Board of Trustees then unanimously approved the change of the school's name from West Negros College to West Negros University on February 26, 2008. On June 10, 2008, West Negros University received the official confirmation through a Certificate of University Status from CHED, by virtue of Resolution No. 290, s. 2008, dated June 2, 2008.

On October 1, 2013, STI Holdings acquired 99.45% of the issued and outstanding common shares and 99.93% of the preferred shares of STI WNU, thus making it a subsidiary of the Parent Company.

On May 13, 2014, STI WNU purchased the net assets of Bacolod Educational Service and Technology Center, Inc. (STI College Bacolod) from an STI ESG franchisee, thus taking over the operation of its schools, a college and TESDA registered education center in Bacolod City, on the same date. The students of both the college and the education center were fully integrated into STI WNU in the second semester of School Year (SY) 2014-2015.

On May 15, 2015, the SEC approved the change of the University's name to STI West Negros University. It is now branded as an STI school.

On October 5, 2015, DepEd granted STI WNU the Permit to Operate SHS Program for all tracks. On May 11, 2016, DepEd also granted the University the permit to offer ICT Strand and certain specializations. On December 5, 2017, permit to offer Maritime Specialization strand effective SY 2018-2019 was likewise granted to the University.

On December 9, 2015, the SEC approved the amendment of STI WNU's Articles of Incorporation allowing STI WNU to provide maritime training services that will offer and conduct training required by the Maritime Industry Authority (MARINA) for officers and crew on board Philippine and/or foreign registered ships operating in the Philippine and/or international waters.

Beginning SY 2016-2017, STI WNU had set new directions through its new vision of becoming a leading university in the Negros Island by 2025, driven by passion for academic excellence through innovation. The school has also committed to produce excellent quality graduates who are able to meet and uphold the standards of the industry in pursuit of a better Filipino family and nation.

On November 21, 2017, TESDA Region VI granted STI WNU a Certificate of Technical-Vocational Training and Education (TVET) Program Registration for Housekeeping NC II with a duration of 436 hours per training. The program covers units of competencies in order to provide housekeeping services and perform workplace and safety practices. The first batch started on March 25, 2018 to May 18, 2018 with a total of 25 trainees. There were 25 trainees as well for the second batch which started on June 30, 2021 and ended on September 8, 2021.

On September 21, 2018, the SEC approved the amendment of STI WNU's Articles of Incorporation allowing the latter to provide technical-vocational education training services under TESDA and/or operate a Training Center as well as an Assessment Center, in relation to the said services.

On November 25, 2022, STI West Negros University broke ground for its new School of Basic Education (SBE) Building. Less than two years later, on May 15, 2024, the University proudly inaugurated the state-of-the-art 4-storey facility, now home to Pre-school up to Senior High School students and is designed to provide modern classrooms and advanced learning resources.

On September 23, 2024, the STI West Negros University was officially granted the "Autonomous Status" by CHED through its Memorandum No. 7, Series of 2024. Autonomous recognition is the highest recognition CHED bestowed on Higher Education Institutions. This affirms the University's compliance with rigorous standards while granting full curricular freedom, self-regulation in compliance, and wider opportunities for international partnerships. With this status, the University is poised to pioneer innovative academic programs, strengthen research, global collaborations, and proactively address the evolving needs of higher education landscape.

iACADEMY, Inc. (iACADEMY)

iACADEMY is a cutting-edge institution dedicated to providing high-quality education in the fields of Computing, Business, and Design. Since its establishment in 2002, the school has continuously evolved to meet the demands of the modern educational landscape. Located in Makati, the Central Business District of Metro Manila, iACADEMY offers a dynamic learning environment where students can pursue specialized courses such as software engineering, game development, real estate management, accountancy, animation, multimedia arts and design, film and visual effects, and music production and sound design. The faculty at iACADEMY is composed of both seasoned academicians and industry practitioners, ensuring that students receive a well-rounded education that bridges theoretical knowledge and practical application.

iACADEMY is renowned for its pioneering achievements and strong industry connections. It is the first Wacom Authorized training partner in the Philippines, the first college in the ASEAN region to be appointed as an IBM Center of Excellence, and the first Toon Boom Center of Excellence in Asia. Additionally, iACADEMY is a certified Unity certification partner and collaborates with Amazon Web Services for Cloud Computing Certification courses. The school's robust internship program stands out as one of the most intensive in the country, requiring students to work full-time in partner companies for at least 960 hours. Further demonstrating academic excellence, iACADEMY has also posted outstanding results in the Real Estate and Appraiser licensure exams, with its graduates consistently achieving high passing rates, reinforcing the institution's reputation for academic quality and professional preparedness.

On February 7, 2023 the Board of Governors (BOG) and stockholders of iACADEMY, at separate meetings, approved the change in the corporate name from Information and Communications Technology Academy, Inc. to iACADEMY, Inc. iACADEMY applied for the amendment of its AOI and By-Laws with the SEC on February 23, 2023. The SEC approved the change in corporate name on April 3, 2024.

iACADEMY's success in its Makati Campus has triggered expansion plans and a major growth path is to bring the type of education that iACADEMY offers closer to people in other regions of the country. In 2022, iACADEMY started setting up its first regional campus in Cebu City. The campus is located in Cebu I.T. Park, the I.T. Capital of Cebu. Its initial academic offerings are Bachelor of Science in Computer Science with major in Software Engineering (BSCS-SE), Bachelor of Science in Entertainment and Multimedia Computing with specialization in Game Development (BSEMC-GD), Bachelor of Science in Real Estate Management (BSREM), Bachelor of Arts in Animation (ABANI), and Bachelor of

Arts in Multimedia Arts and Design (ABMAD). The applications for the permit to operate said programs were submitted on June 28, 2022 to CHED Region 7 Office (CHEDRO7).

On January 21, 2023, iACADEMY Cebu held its inauguration and blessing ceremony.

iACADEMY Cebu received the Initial Government Permit to Offer the First and Second Year Levels for the BSEMC-GD, ABMAD, and BSREM programs in February 2023 and for the BSCS-SE program in March 2023. The CHED OPSD validation visit for the Animation program was conducted on April 20, 2023. On July 5, 2023, CHED approved the first and second year levels for the Animation program. The permits and approval were obtained by iACADEMY Cebu in time for the program offerings starting SY 2023-2024.

Enrollment and Graduates

STI ESG

In SY 2022-2023, STI ESG and its subsidiaries recorded an enrollment of 81,697 at the start of the school year. This figure subsequently demonstrated robust growth across succeeding school years: 103,982 registered students at the beginning of SY 2023-2024 and an impressive increase to 121,374 students at the start of SY 2024-2025.

The average retention rate for students per semester remained stable and strong at 99% from SY 2022-2023 through SY 2024-2025. Meanwhile, the average percentage of students who migrated to the succeeding semester was 93% in SY 2022-2023. Migration experienced a slight increase to 94% in SY 2022-2023 before returning to 93% in SY 2024-2025.

The composition of the total enrollment across program levels reflects consistent prioritization of degree programs. In SY 2022-2023 the enrollment mix was heavily concentrated in associate and baccalaureate degree programs at 70%. Senior high school accounted for 29%, while technical-vocational programs represented the smallest segment at 1%. By SY 2023-2024, the share of associate and baccalaureate degree programs saw a slight reduction to 68%. Concurrently, the senior high school enrollment increased to 30% and the technical-vocational programs maintained a minimal presence at 2%. For SY 2024-2025, the focus on degree programs strengthened, with the associate and baccalaureate degree programs comprising 71% of the total enrollment. The high school segment slightly decreased to 27%, and the technical-vocational programs remained at 2%.

STI ESG sustained substantial graduate output across both tertiary and senior high school levels from SY 2022-2023 to SY 2024-2025. In SY 2022-2023, the institution produced 9,666 tertiary graduates across the first and second semesters, complemented by 9,996 senior high school graduates. For SY 2023-2024, the output trend demonstrated a shift in segment contribution as the tertiary graduates slightly dropped to 8,799, while the senior high school segment yielded 11,554 graduates. The number of graduates continued to show significant year-on-year growth in SY 2024-2025. The tertiary level recorded 12,615 graduates, and the senior high school output rose to 16,242 graduates. This consistent output demonstrates the institution's capacity to deliver graduates who are ready to enter the workforce or pursue higher education.

STI WNU

In SY 2022-2023, 10,218 students enrolled in STI WNU, including 2,057 SHS students. For SY 2023-2024, 13,328 students enrolled in STI WNU, including 2,490 SHS students.

During SY 2022-2023, 2,007 students graduated from the University. This included 754 SHS students. For SY 2023-2024, 2,316 students graduated from the University, including 1,271 Senior High School students.

For School Year 2024-2025, a total of 14,503 students enrolled at the University. This includes 701 students in Basic Education, 1,969 in Senior High School, 10,517 in Undergraduate Studies, and 1,316 in Graduate Studies. During the same academic year, a total of 2,556 students graduated. Among them were 146 from Basic Education, 1,071 from Senior High School, 1,215 from Undergraduate Studies, and 124 from Graduate Studies.

iACADEMY

College

Enrollment in SY 2022-2023 was recorded at 1,917. The total number of freshmen enrollees during the first trimester increased by 13% from the previous school year. Majority of the students enrolled were from the School of Design and Arts which recorded an average of 62.17%, followed by School of Computing with an average of 24.53% and finally with 13.30% from the School of Business and the Liberal Arts. A total of 405 students from the different programs graduated at the end of the school year.

In SY 2023-2024, enrollment reached 1,823. This figure includes students from the newly opened Cebu campus, which began operating during that academic year.

The total number of freshman students enrolled for both campuses was recorded at 532 during the first term of SY 2023-2024, posting a decrease of 7% from the previous school year. The School of Design and Arts still held the highest student population at 63%, followed by the School of Computing at 23% and finally by the School of Business and Liberal Arts at 14 %. A total of 402 students from the different programs graduated at the end of the school year.

For SY 2024-2025, the combined enrollment in both campuses stood at 1,881. Both campuses demonstrated a strong average retention rate, with Makati at 94% and Cebu at 93.2%. A total of 572 freshman students enrolled across both campuses in the first term of SY 2024-2025, reflecting a slight increase from the previous school year. The School of Design and Arts still continued to account for the largest share of the student population at 62%, followed by the School of Computing with 22%, and the School of Business and Liberal Arts with 16%. A total of 432 students graduated by the end of the school year.

Senior High School

In SY 2022-2023, HYBRID mode of learning was implemented for the Senior High School program. An enrollment of 480 was recorded for the said school year. The top three areas with the most number of students enrolled were Arts and Design at 31%, followed by Tech-Voc Track –with specialization in Animation at 22% and on the third rank was Tech-Voc Track with specialization in Graphic Illustration at 15%. Two hundred and twenty two (222) students graduated from Grade 12 at the end of the school year.

Enrollment for SY 2023-2024 was recorded at 410. Compared to the previous school year, there was a decrease in the total number of students enrolled. Arts and Design track remained to garner the highest percentage of population at 32%, followed by Tech-Voc Track Strand in Animation at 19% and on the third rank with 17% was the Tech-Voc-ICT in Computer programming. The HYBRID mode of learning was continuously implemented for the SHS students. At the end of the school year, two hundred and nineteen (219) students completed the Senior High School program.

The Senior High School Department posted an enrollment of 320 students in SY 2024-2025. Although there was a slight decline in the overall number of SHS students, the strong average retention rate of 95% reflects the continued trust and satisfaction of the students in the SHS Program. Among the three tracks, the Tech-Vocational-Livelihood (TVL) Track – ICT Strand still emerged as the most popular choice, accounting for 54% of enrollees, followed by the Arts and Design Track at 37%, and the Academic Strand at 9%. One hundred and seventy-one students (171) completed the Senior High School Program by the end of the school year.

The Next School

In April 2025, iACADEMY launched a short course program on Mastering Content Creation and Social Media Production. This intensive training program was designed to equip learners with practical skills in social media strategy, content creation, and digital engagement. Over the span of the twelve sessions, learners explore a range of topics, from platform basics and multimedia production to monetization strategies and analytics. Each session was led by industry professionals and creative experts, ensuring an engaging and hands-on learning experience. The first cohort welcomed 60 learners, making a strong and promising start for the program.

Tuition Fee Increases

STI ESG

STI ESG carefully managed its fee structure through measured adjustments. In SY 2022-2023, a 5% adjustment in tuition and other school fees was applied solely to incoming college students, while fees for senior high school students remained stable. This careful approach continued into SY 2023-2024, with an average adjustment of 5% applied to all college students, and senior high school fees again held constant. For SY 2024-2025, the tuition fee saw again an average of 5% adjustment for new students, while other school fees experienced a 5% adjustment for all new and old students, paired with a strategic recalibration to ensure that the financial framework remains optimized.

STI WNU

SY 2022-2023, the University implemented a 5% tuition fee increase and a 5% increase in other fees for new students only.

For SY 2023-2024, the University implemented an 8% increase for the new students in programs with Level IV accreditation, a 6% increase for new students in programs with accreditation below Level IV and a 5% increase for old students.

The University implemented a 6.9% tuition fee increase for new students across all academic programs while tuition fees for continuing students remained unchanged in SY 2024-2025.

iACADEMY

For SY 2022-2023 for the College level, tuition fees increased by 5% for incoming freshmen. For Senior High School, tuition fees increased by 5% for Grade 11 only.

For SY 2023-2024 for the College level, tuition fees increased by 10% for all year levels. For Senior High School, tuition fees increased by 10% for both Grade 11 and Grade 12.

There was no increase in tuition fees in SY 2024-2025 for both College and Senior High School.

Financial Aid Programs

STI ESG continuously support access to quality education for more Filipino youth by proactively partnering with banks and other financial institutions to offer various financial aid options to its students.

DBP Resources for Inclusive and Sustainable Education Program (DBP RISE)

STI ESG executed a memorandum of agreement (MOA) with the Development Bank of the Philippines (DBP) on March 17, 2021 for the implementation of the DBP RISE. The program offers financial assistance to deserving students from underprivileged Filipino families pursuing studies at DBP-accredited public and private tertiary schools. DBP RISE covers: (1) the total cost of tuition fees for all year levels of the entire course or program based on the partner school's tuition fee structure which is determined at the beginning of the first term of the course or program for SY 2020-2021, and (2) student support fund which covers other school fees, miscellaneous fees, and living allowance that will be determined and set by DBP. STI ESG and DBP executed similar MOAs in November 2021 and in May 2023 covering the implementation of DBP RISE for deserving students enrolled beginning SY 2021-2022, SY 2022-2023, and SY 2023-2024.

Pag-IBIG-STI Educational Assistance Program

STI ESG strengthened its partnership with Pag-IBIG Fund (Pag-IBIG) to ensure that students from economic backgrounds will receive quality education by granting a 10% partial scholarship on tuition fees (excluding miscellaneous and other school fees) in any STI campus nationwide starting SY 2024-2025. This benefit is extended to Pag-IBIG Loyalty and Loyalty Plus cardholders and their qualified dependents within the second degree of consanguinity and/or affinity.

Pag-IBIG Health and Education Loan Programs (Pag-IBIG HELPs)

The MOA for Pag-IBIG HELPs, a short-term educational loan program, was signed on December 13, 2023 with the implementation beginning in SY 2024-2025. As a partner school, STI ESG offers qualified Pag-IBIG members a 20% scholarship grant for their student beneficiaries. This grant is specifically based on the member's approved loanable amount.

New Programs/Majors and Revised Curricula

STI ESG

STI ESG consistently conducts market studies to identify and address the evolving requirements of the industry and the labor market for specific degree and technical-vocational programs. To maintain relevance, revisions to existing programs are implemented to meet identified needs and to comply with evolving government regulatory requirements. The streamlining of program curricula, driven by market demand and industry developments, dictates the rationalization of STI ESG's course offerings.

Consequently, in SY 2022-2023, one program was developed and select STI ESG campuses secured government permits for new offerings, including Junior High School, BS Psychology, and BS Criminology. This developmental process continued into SY 2023-2024, resulting in the creation of one additional program and the update of eight curricula. Furthermore, SY 2024-2025, saw the development of one new program alongside the revision of the SHS curricula to ensure compliance with the latest DepEd memorandum.

STI WNU

On February 23, 2024, STI WNU reached a key milestone when the Commission on Higher Education (CHED) granted it Government Recognition to offer the Doctor of Business Administration (DBA) program effective Academic Year 2023-2024. This development, in compliance with the relevant provisions of Republic Act No. 7722, demonstrates the institution's commitment to academic excellence and the production of highly skilled business executives. The DBA program at STI WNU is intended to provide students with advanced knowledge and abilities in strategic management, organizational leadership, and the global business environment. Through rigorous coursework and research, graduates of this program will be well-prepared to address complex challenges and contribute meaningfully to the business world.

iACADEMY

The government permit to offer AB Psychology effective SY 2022-2023 was received by iACADEMY from CHED on April 5, 2023.

iACADEMY commenced the year 2023 by establishing a new campus in the vibrant Cebu Technology Park, solidifying its presence and commitment to GAME CHANGING education. With the initial permits granted by CHED, iACADEMY Cebu offers degree programs in BS Computer Science with major in Software Engineering, BS Entertainment and Multimedia Computing with Specialization in Game Development, BS Real Estate Management, AB Animation, and AB Multimedia Arts and Design.

In March 2025, iACADEMY was granted government permit by CHED to offer the BS Digital Media Management program—the first of its kind in the Philippines—marking a significant milestone in bridging creative, technological, and managerial disciplines in the digital media industry

In July 2025, CHED approved the revised curriculum of the BS Computer Science program of iACADEMY, allowing the inclusion of an additional specialization in Artificial Intelligence.

STI ESG's Standardized Courseware

STI ESG develops comprehensive courseware to ensure the standardized delivery of academic content across the entire STI ESG network. This courseware comprises a complete set of teaching materials for instructors, including the syllabus which outlines the general course objectives, presentation slides, class handouts, and supplementary materials, along with accompanying instructors' guides. The guides specify objectives for each class session, define appropriate teaching methodologies, and detail how the materials provided should be utilized to achieve learning goals. These courseware materials are designed for use in both online and face-to-face learning modalities.

As of June 30, 2025, STI ESG has developed courseware for over 500 courses. New courseware materials are continually being developed as new courses and programs are introduced, while existing materials are regularly revised to keep pace with the latest developments in target industries.

In SY 2024-2025, STI ESG's output included the development of 53 new courseware materials and the revision of nine materials across key disciplines: Business and Management, Arts and Sciences, IT and Engineering, Tourism Management, Hospitality Management, and Criminology. Concurrently, one senior high school courseware material was updated and 22 new courseware materials were developed for junior high school.

These courseware materials integrate activities aimed at achieving the STI 4Cs (Character, Change-adept, good Communicator, and Critical Thinker)—the essential skills and attitudes required by top global industries. Furthermore, STI ESG ensured that all updated courseware materials are suitable

for the online modality and are Outcome-Based Education (OBE)-aligned, complete with necessary assessment tools, rubric, and performance tasks.

Learning Model

STI ESG implemented a transitional delivery modality in the first semester of SY 2022-2023. During this time, all professional and certain general education courses for tertiary students were delivered onsite, while remaining general education courses utilized a blended approach (50% onsite/face-to-face and 50% asynchronous). In compliance with CHED Memorandum Order No. 16 (November 11, 2022), which supports the progressive shift to full onsite learning, STI ESG successfully transitioned to full face-to-face classes for all tertiary enrollees starting in the second semester of SY 2022-2023. Similarly, all Senior High School (SHS) and Junior High School (JHS) classes have been conducted fully face-to-face since the commencement of SY 2022-2023. For SY 2023-2024 and SY 2024-2025, face-to-face instruction was carried out across all levels.

The Group supports its learning modalities through the proprietary electronic Learning Management System (eLMS), a world-class, cloud-based application utilized extensively since 2016. The eLMS is integral to managing and delivering educational courses, facilitating two-way interaction between teachers and students for collaboration, assignments, assessments, and progress tracking. It includes robust features such as wikis, forums, discussion groups, and a student portfolio system. Though the platform was essential during periods of remote learning, STI ESG continues to strategically leverage the eLMS following the return to full in-person instruction. It enhances the student experience by providing continuous digital access to courseware content, performance tasks, and digital resources, thereby reinforcing learning and ensuring educational continuity even during unforeseen physical classroom disruptions.

Learning Innovation

In its continuing pursuit of academic excellence, STI ESG has remained steadfast in enhancing its learning delivery through technological innovations and adaptive approaches. It recognizes that meaningful education requires the integration of tools and strategies that support both faculty and students, ensuring that learning is accessible, efficient, and relevant to present academic demands.

Building on the foundations of previous years, STI ESG expanded its suite of learning innovations in SY 2024-2025.

One of the key developments was the full deployment of the Standardized Periodical Examination (SPE) Checker, a system designed to ensure accuracy, efficiency, and consistency in the conduct of periodic examinations across campuses. The SPE Checker streamlined exam administration by automating the checking of test papers, standardizing results, and reducing manual errors. This innovation strengthened academic integrity while enabling faculty to provide prompt feedback to students.

Complementing this, STI ESG introduced specialized training initiatives in Ethical Hacking and Digital Forensics. These programs provided faculty and students with the competencies needed to address the increasing demand for cybersecurity expertise. Ethical Hacking training equipped participants with the skills to identify vulnerabilities in computer systems to strengthen defenses, while Digital Forensics focused on the collection, analysis, and preservation of digital evidence. Both areas are critical in today's digital economy, and their integration into the academic framework reflected STI's commitment to offering industry-relevant education.

In addition, Engineering Design and Computer-Aided Drafting (CAD) was introduced in the IT curriculum to enhance the technical competencies of students by introducing them to design principles and advanced drafting tools widely used in professional practice. By embedding

Engineering Design and CAD into the curriculum, STI ESG provided students with hands-on experience in creating technical drawings and models, bridging theoretical knowledge with real-world applications.

Through these measures, STI ESG reinforced its position as a forward-looking educational institution by fostering adaptability, technological competence, and academic excellence among its students and faculty. These innovations not only strengthened learning delivery but also laid a strong foundation for long-term improvement, ensuring that graduates are both academically prepared and professionally equipped to succeed in the modern workplace.

Standardized Periodical Examination

STI ESG's Academic Research Group (ARG) develops the Standardized Periodical Examinations (SPE), having introduced the STI Test Bank System in 2018. In SY 2022-2023, aligning with the ONE STI Learning Model, STI ESG administered practical SPEs, consisting of task performances and iLearn and Share (iLS) activities in place of the written exams. Following the full return to face-to-face instruction in SY 2023-2024, the Group developed and administered 834 and 828 exams for the first and second semesters, respectively. For the SY 2024-2025, the total output reached 946 exams, with 464 exams developed for the first semester and 482 exams for the second semester. This consistent output underscores ARG's role in ensuring standardized and updated assessment materials across the network.

Milestones

STI ESG

STI ESG remains steadfast in its commitment to strive for academic excellence that is directed towards the development of the institution and the improvement of the quality of its students and graduates.

Huawei 2024 Excellent Global Talent Alliance Partner

In Shanghai, China on September 18, 2024, STI College received the prestigious Huawei 2024 Excellent Global Talent Alliance Partner award during Huawei's Annual Global Partners' Night. This recognition placed STI among only three institutions worldwide selected from over 2,000 partner schools, reflecting the institution's strong performance in ICT education. The award resulted from STI's extensive deployment of Huawei's learning platform across its network, along with the high engagement of both students and instructors, and the number of ICT certifications earned. Following the ceremony, STI participated in Huawei's ICT Academy Support Center (IASC) Roundtable where representative institutions and industry partners discussed enhancements to curriculum integration, instructor capacity development, and coordination of ICT competitions.

2025 Midterm Elections

STI College has reaffirmed its strong commitment to promoting a peaceful, clean, and orderly 2025 Midterm Elections through its enduring partnership with ABS-CBN. This commitment, which reflects STI's ardent efforts to nurture a better society, was formally solidified during a covenant signing event on January 14, 2025.

This latest collaboration continues a tradition that began with the 1998 national elections, driven by ABS-CBN's citizen journalism arm, Bayan Mo, iPatrol Mo (BMPM) and focused on promoting student civic involvement.

Together with BMPM, the Halalan Fact-Checking Workshop was held at STI College Ortigas-Cainta on March 11, 2025. The workshop addressed the pervasive issue of misinformation, equipping students with crucial skills to discern credible sources and identify manipulated content.

Following this foundational training, STI College Ortigas-Cainta hosted ABS-CBN News' Campus Patrol on April 25, 2025. The event featured seasoned Campus Patrollers Michael Delizo, Andrea Taguines, and Ganiel Krishnan, who co-hosted with STI's own students. Key insights were provided by ABS-CBN Head of Integrated News, Events, and Partnerships Irene Manotok, who spoke on the evolving nature of journalism, and senior ABS-CBN News reporter Victoria Tulad, who stressed the importance of accuracy over speed in multiplatform reporting. Manila Bulletin columnist Philip Cu-Unjieng promoted informed voting, advocating for facts, peaceful elections, and respectful discourse, while meteorologist Ariel Rojas emphasized the critical evaluation of weather reports. The combination of the fact-checking workshop and the Campus Patrol event successfully empowered students with practical, hands-on experiences, fostering the development of informed, responsible, and engaged citizens.

Amadeus Travel Professional Developer Award

STI ESG was recognized as a Top Producer of Travel Pros by Amadeus, a leading global technology partner in the travel industry. The institution was bestowed the prestigious Travel Professional Developer Award on November 21, 2024, during a ceremony held at Okada Manila.

The Travel Professional Developer Award is granted to a select group of educational institutions that demonstrate excellence in training future tourism industry leaders. STI College was one of only five institutions nationwide to receive this honor. This recognition affirms STI College's success as a consistent producer of Amadeus-certified students, effectively meeting the rising demand for highly skilled travel professionals. The commitment is rooted in a partnership established since 2010, ensuring students are equipped with the skills to utilize the Amadeus System for global travel services.

60th Anvil Awards

STI ESG secured recognition at the prestigious 60th Anvil Awards held at the Manila Hotel on January 28, 2025. The Anvil Awards, widely regarded as the "Oscars of PR" in the Philippines, are presented annually by the Public Relations Society of the Philippines (PRSP) to recognize exceptional public relations programs and tools.

STI ESG successfully brought home a Silver Anvil award for the entry, "STI Social Media Pages: Reaching and Guiding Students through Enriching and Innovative Content". This award, secured under the Public Relations (PR) Tools (Multimedia) category, underscores the crucial role STI's official social media platforms play in connecting with students. By consistently delivering innovative, engaging, and relevant content, these pages have become essential tools for fostering communication, sharing vital information, and building a supportive online community. This latest accolade adds to the institution's distinguished collection of Anvil trophies, which notably includes the coveted Grand Anvil Award – the country's highest recognition for a PR program – previously secured for the STI Mobile School initiative.

STI WNU

On May 29, 2024, STI WNU earned three prestigious honors at the 3rd CHED Regional Quality Awards in Iloilo City, recognizing excellence in instruction, research, and community extension. STI WNU was named Model Implementer of Student Financial Assistance Programs (StuFAPs), commended for its support to CHED Regional Office VI initiatives, and Executive Vice President and COO Dr. Molina received Special Recognition for spearheading the first NIR-PRISAA event.

On August 6, 2024, the STI WNU, through its Executive Vice President Dr. Molina, received a “Skill Development Leadership Award” in Pan Pacific, Singapore which was given by the CMO Asia Award for Excellence in Education. This recognition highlights the University’s commitment to advancing excellence, innovation and leadership, while continuously inspiring future leaders to pursue growth and global competitiveness.

On September 16, 2024, CHED granted Autonomous status to the University by virtue of CHED Memo No. 7 Series of 2024. Autonomous schools have the freedom to open new programs without securing prior approval from CHED, priority in the grant of subsidies and other financial incentives from CHED, and exemption from regular CHED monitoring and evaluation and issuance of Special Order for their graduates, among other benefits.

STI West Negros University was honored by the Negros Occidental Tourism Division as one of its valued academic partners in the implementation of tourism-related programs and activities in the province, during an awarding ceremony held on September 30, 2024.

STI WNU received on December 10, 2024 five (5) prestigious Philippine Association of Colleges and Universities Commission on Accreditation (PACUCOA) Awards, including recognition as a newly granted Autonomous University, the institution with the highest number of accredited programs in Region VI, the first in Region VI to secure Level IV accreditation for both the MA in Education and the Master in Public Administration programs, and the first Criminology Program in Region VI to achieve Level III Reaccredited Status.

STI WNU’s commitment to research and sustainability was also acknowledged on February 5, 2025, when the University was awarded as First Place awardee in the Academic Institution Category of the Clean and Green Program, specifically honored for the Best Project Concept/Research Paper on Urban Climate Action Resiliency. The distinction was conferred by the City Government of Bacolod and its City Planning and Development Office during the City Development Council meeting on February 5, 2025 at the SEDA Hotel in Bacolod City.

In line with its dedication to quality management, the University underwent its 2nd Periodic ISO Audit for ISO 9001:2015 and ISO 21001:2018 certifications, further solidifying its reputation for institutional excellence. In the same period, STI WNU retained its rank as #2 among universities in Bacolod City, according to the February 2025 EduRank Listing.

Its academic programs continued to flourish, with the BS Psychology Program of the College of Arts and Sciences attaining PACUCOA Level III Accreditation, and the BS Information Technology Program of the College of Information and Communications Technology officially granted PACUCOA Level II Accreditation in February 2025.

Further affirming its commitment to holistic education, STI WNU garnered five (5) major awards at the First Negros Island Regional Quality Awards on May 30, 2025 namely, the Award for Excellence in Community Extension, Excellence in Internationalization Initiatives, Excellence in the National Service Training Program, the Philippine Anti-Illegal Drugs Innovative Award for Higher Education, and formal Recognition for Autonomous Status.

iACADEMY

In March 2025, iACADEMY was again recognized by the Global Brands Magazine based in the United Kingdom as the Most Innovate School Philippines for its innovative approach to education and curriculum integration of industry practices. In previous years, iACADEMY has been awarded by Global Brand Magazine as the Most Innovative Design School-Philippines and Best New School for

Music Production and Technology–Philippines (2021) and as the Most Innovative Education Provider–Philippines (2020).

In April 2025, iACADEMY was recognized as the Top-Performing School in the 2025 Real Estate Brokers Licensure Examination, achieving an impressive 94.29% passing rate out of 1,741 examinees nationwide. This recognition reflects the strength of iACADEMY's Real Estate Management program and its continued commitment to producing competent, industry-ready professionals equipped to excel in the real estate sector.

In May 2025, the School of Business and School of Computing of iACADEMY successfully underwent the PACUCOA accreditation processes. The BS Computer Science program completed its Level II Re-accreditation Visit, while the BS Real Estate Management program completed its Orientation Visit, marking significant milestones in the institution's commitment to academic quality and continuous improvement.

In just its second year, iACADEMY Cebu achieved CHED Government Recognition for all its academic programs, a milestone usually attained in the fourth year. The CHED Regional Quality Assessment Team (RQAT) evaluated the BS in Computer Science, BS in Entertainment and Multimedia Computing with specialization in Game Development, BS in Real Estate Management, and AB in Multimedia Arts and Design programs on November 26, 2024, with recognition granted on March 19, 2025. The AB in Animation program was assessed on April 5, 2025, and received recognition on May 21, 2025.

In June 2025, iACADEMY was recognized by the World Business Outlook, a print online magazine company based in Singapore, as the Most Innovate Education Provider for its transformative approach to education and curriculum integration of industry practices.

For further details on past awards or recognitions, previous 17A reports can be viewed on www.stiholdings.com

Faculty Achievements

STI ESG

Academic Research

Faculty members actively engaged in scholarly research, presenting innovative studies across diverse disciplines.

April Ann B. Cayabyab from STI College Dagupan presented her research entitled *"Milkfish Demand and Supply Imbalances in Magsaysay Fish Market, Dagupan City"* on December 21, 2024. The study provided insights into the dynamics of consignment owners and vendors, highlighting the factors behind recurring supply and demand challenges in the local market.

From STI College San Jose, Steven S. Cristobal served as a resource speaker on March 12, 2025 at the Senior High School Career Festival of Doña Juana Chioco National High School. His presentation *"Digital Literacy for the Workplace: Essential Skills for Career Success"* emphasized online communication, cybersecurity basics, productivity tools, and collaboration platforms vital for professional readiness.

Dr. Donny C. Calaunan from STI College Baguio presented his study *"Love and Enterprise: Navigating the Highs and Lows of Married Business Partnerships"* at the 2025 International Multi-Disciplinary Research Conference in Baguio City. His study explored the dynamics of business ventures managed by married couples.

From STI College Meycauayan, Wilson Figueroa defended his dissertation, *“Stakeholders’ Satisfaction on the Services Offered by a Sampled Private School: Basis for a Proposed Training Plan,”* on July 6, 2024 at Pacific Intercontinental College. The study formed part of his Doctor of Philosophy in Leadership and Management, focusing on evidence-based strategies to improve school services.

At STI College Las Piñas, Richiel E. Cotejar’s research on *“Senior High School Learners’ Difficulties in Statistics and Probability”* was published in the *International Multidisciplinary Journal of Research for Innovation, Sustainability and Excellence (IMJRISE)* on May 14, 2025. The study identified key academic challenges encountered by learners and proposed instructional interventions in areas like content knowledge, pedagogy, and teacher competence. Meanwhile, Norfaisah Didato authored *“Development of Board Game ‘S.F.Y: Spark, Forge, and Yield!’ in Learning Work, Power, and Energy on Grade 8 Students.”* Published in the *International Journal of Research and Innovation in Social Science (IJRISS)*, the study demonstrated how gamification significantly improved student performance in physics.

On April 15, 2025, John Ralph Reyes from STI College Sta. Mesa presented *“Emergency Response and Preparedness on Risk, Disaster, and Humanitarian Communication”* at Jose Rizal University. The lecture reinforced the role of preparedness and communication in ensuring safety and coordinated action during crises.

Faculty members from STI College Muñoz-EDSA, Eddie Wilson Broqueza, Devie Patricio, Anthony Molacruz, and Joshua Rhey Oliveros presented their research *“Teachers’ Readiness in Integrating AI into Classroom Instruction”* at the International Congress of Innovation-Based Educators and Research on March 15–16, 2025. The study examines teachers' attitudes, concerns, and readiness to deploy AI in classroom teaching for teachers at STI College Muñoz-EDSA. The study likewise suggests that effective AI integration in education requires clear policies, ethical guidelines, and teacher training to enhance learning while preventing academic dishonesty. Additionally, Miguel Jerome N. Silverio presented his thesis *“Web-based Payroll System with Fingerprint Authentication and Biometrics Integration for EN Barong Filipino”* at the Philippine Christian University on May 4, 2025. The study introduced innovative methods for secure payroll management.

From STI College Novaliches, Mark Andrew Almazar presented his study *“Skincare Products of Gen Z Males: Basis for Development Plan”* at the National College Business and Arts on October 26, 2024. His research, which aimed to develop a business plan, sought to defy the stigma that skincare is linked solely to femininity. Similarly, Rizalino Maganis presented *“Improving Academic Performance of Third-Year College Students in Baking and Pastry Arts Through Hands-On Activities”* at Universidad de Dagupan on May 8, 2025, highlighting the value of experiential learning.

At STI College Ortigas-Cainta, Ana Carmela Pakiding delivered two major research outputs: her dissertation, *“Assessing the Effectiveness of Gamified Crime Scene Simulator for PCCR Students,”* and her study *“Protective Measures in Violence Against Women and Children in Taytay, Rizal.”* The latter was presented at the 15th Asian Criminological Society Conference on August 8, 2024. The dissertation explores the use of a gamified crime scene simulator to enhance learning for criminology students, and measures the impact on student performance, engagement, and understanding of crime scene investigation. On the other hand, the study evaluated the protective measures for victims of violence against women and children. Furthermore, Noemi Umali presented her study *“Assessment on the Operations Management of STI College Ortigas-Cainta”* at the University of Rizal System on November 11, 2024. The study assessed internal and external institutional factors influencing operational management and aimed to identify areas for improvement. Meanwhile, Suzette Melu presented *“Establishment of Stitches and Sew Tailoring and Dress Shop in Mahabang Parang, Angono, Rizal”* at the University of Rizal System on May 8, 2025. The feasibility study proposed a sustainable tailoring business model.

In STI College Cotabato, Dr. Alfred Taboada and Dr. Harold Fernandez presented their research at the 2nd International Conference on Multicultural Education and Interdisciplinary Studies held on April

23–25, 2025. Dr. Taboada’s work *“Inter-Ethnic Dialogue and Peace Education: An Integrative Approach for Social Transformation”* focused on intercultural understanding and conflict resolution, while Dr. Fernandez presented *“Green Marketing Orientations Toward Sustainability of Marketing Firms in Region XII, Philippines,”* highlighting green marketing practices that strengthen long-term business sustainability.

From STI College Baliuag, Melissa Lara Aquino presented *“Mediation Analysis of Customers’ Amazement between Quality and Behavioral Intention: The Case of Coffee Shops in Bulacan”* at Taylor’s University in Malaysia on November 22, 2024. The study explores how a coffee shop’s product quality, service, and physical environment influences customer behavioral intentions.

International and Local Conferences

Faculty members actively participated in local and international conferences gaining exposure to new knowledge, industry best practices, and emerging academic trends.

At STI College Tagum, Allimar M. Nuevo represented the campus in multiple key conferences. He attended the COHREP-XI 14th Faculty Conference on April 25, 2025 at Lyceum of the Philippines, Davao City, which carried the theme *“Future-Ready Events: Advancing MICE Excellence Through Education and Innovation.”* The event gathered faculty members from higher education institutions specializing in hospitality and events management, focusing on building globally competitive MICE (Meetings, Incentives, Conferences, and Exhibitions) professionals. He further participated in the CHED RO XI Program Monitoring Systems Workshop on April 29, 2025, hosted at Holy Cross of Davao College, which aimed to ensure compliance and quality assurance mechanisms among HEIs. In addition, he joined the Empowering HEIs through Quality Management Systems Program on July 30, 2024 at the Grand Regal Hotel, Davao City, which emphasized institutional accreditation and alignment with the Philippine Qualifications Framework.

Still from STI College Tagum, Paula Ellaine Reginio-Bercero attended seminar-workshops on August 9, 2024 focused on *“From Overwhelmed to Empowered: Navigating the Stress Storm”* and *“The Power of Teamwork: Enhancing Collaboration for Success.”* The sessions provided practical strategies for stress management, resilience-building, and collaborative teaching practices. Similarly, Jemuel D. Castroverde completed the Capacity Development Training in Events Management on November 15, 2024 at the DavNor Sports and Tourism Complex. This intensive program equipped faculty members with practical tools for designing and managing large-scale tourism and hospitality events.

Jamie Clark R. Sellado, also from STI College Tagum, demonstrated strong commitment to professional development by attending three major conferences. He participated in the 15th PAFTE Midyear Convention held on May 22-23, 2025, which focused on *“Leveraging Artificial Intelligence for Enhanced Efficiency and Effectiveness in Curriculum, Instruction, Research, and School Management.”* This convention, organized by the Philippine Association for Teachers and Educators, provided faculty members with AI integration strategies for teaching and learning. He also joined the International Webinar on Technical-Vocational Education 2.0 on October 3, 2024 at City College of Davao, which explored global perspectives on skills-based education. Furthermore, he participated in the 1st Teacher Education Students’ Summit 2025: Sustainability in Practice on April 24, 2025, held at the New City Hall Atrium, Tagum City. The summit emphasized experiential learning and sustainability in teacher training programs.

Lastly, Angelica Mae M. Baldo, from STI College Tagum, broadened her academic perspective by attending a Cultural Studies Training Course hosted by Hai English Training and Assessment Awards on September 23, 2024. The program enhanced her expertise in cultural awareness and global communication – critical competencies for hospitality and tourism professionals.

On the other hand, the annual SAP Academic Community Conference APJ (Asia Pacific Japan) was held from July 8 to 12, 2024, in Da Nang, Vietnam. This significant event was co-hosted by SAP University Alliances and brought together 150 participants from 15 countries, including STI ESG's Academic Content Developer, Lorenz Piñon. University lecturers and experts shared their knowledge to promote the integration of SAP technologies into educational settings, incorporate cutting-edge advancements into curricula, and leverage blended learning resources for enhanced classroom engagement. The central focus remains on SAP S/4HANA, an enterprise resource planning (ERP) system transforming business processes with intelligent automation. This system is integrated across several STI ESG courses, including Systems Integration (BSIT), Accounting Information System (BSA/BSMA/BSAIS), Inventory Management (BSBA), and Supply Chain Management (BSRTCS). Through consistent engagement, STI ESG and SAP continue to strengthen their partnership in fostering SAP-ready students.

Certifications

Faculty members across STI campuses earned professional certifications, enhancing academic credentials and industry relevance.

Faculty members of STI College Tagum demonstrated strong commitment to professional growth through multiple certifications. Jamie Clark R. Sellado earned two national certifications under TESDA, namely *Food and Beverage Services NC II* (issued on September 18, 2025) and *Cookery NC II* (issued on January 16, 2025), both under the Philippine TVET Competency Assessment and Certification System. His achievements highlight enhanced technical expertise in the hospitality and culinary fields. Meanwhile, Johnferl C. Doquilo was awarded the *Certified Research Specialist (CRS™)* credential on August 24, 2024 by the Visionary Research Association, Inc., recognizing his proficiency in research design, statistical analysis, and ethical practices. In addition, Academic Head Allimar M. Nuevo successfully completed TESDA certifications in *Housekeeping NC III* (issued on May 2, 2025) and *Housekeeping NC II*, where he also earned accreditation as a *Competency Assessor* on January 24, 2025. These certifications collectively affirm Tagum's faculty strength in research, hospitality, and vocational training.

At STI College Muñoz-EDSA, faculty members likewise expanded their qualifications through certifications. Devie Patricio successfully qualified as *NCR Trainer for DESO-TSS* after passing rigorous examinations and pre-qualification requirements. This enabled her to serve as a trainer for selected Quezon City and Manila districts in partnership with CHED-NCR and COMELEC. In addition, several faculty members—namely Maria Janine Macion, Maricel Timoteo, Bryce Layugan, Ricka Leonardo, Bianca Macase, and Jhemar Vistro—successfully passed the *Licensure Examination for Teachers (LET)* administered in September 2024 and March 2025, strengthening the teaching credentials of the institution.

The faculty of STI College Baguio distinguished themselves in both hospitality and technical certifications. Chef Ronald U. Ferman was conferred the professional designation of *Certified Hospitality Professional* on April 4, 2025 by the Institute of Tourism and Hospitality Professionals, recognizing his excellence in the culinary and hospitality industries. Similarly, Edrian S. Llauderer achieved distinction by obtaining both *TESDA National Certificates in Food Production (Professional Cookery) NC III and NC IV* on October 14–18, 2024 in Baguio City. Notably, he became the first and only TVET Trainer in Region XII to hold both qualifications, establishing a strong leadership benchmark in technical-vocational education.

Faculty members of STI College General Santos attained certification milestones in the field of research. Dr. Ann Gilyn B. Premarion, Glenna N. Arias, Remuel T. Octavio, and Jona I. Claudio earned the *Certified Research Specialist (CRS™)* designation after passing the Visionary Research Association, Inc. Certification Exam on November 10, 2024. This recognition demonstrates the institution's growing expertise in research methodology, data analysis, and ethical academic practices.

In STI College Novaliches, faculty certifications reflected both technical and professional competencies. John Lerry Celestino, Janella Rodeneas, Girlyn Robediso, and Alyanna Viray successfully obtained *NC III in Events Management Services*, equipping them with specialized skills in planning, organizing, and executing professional events. Meanwhile, faculty members Karisse Condino, Jhun Rey Jotojot, and Emilie Carmona passed the *Licensure Examination for Teachers (LET)* conducted in September 2024 and March 2025, further enhancing the academic credentials of the institution.

STI College Ortigas-Cainta strengthened its teaching force through successful licensure outcomes. A group of faculty members—Julian Antonio Sison, Joseph Saba, Johanna Marie Gerada, Anjanneth Sibal, Osama Sembrano, Matthew Velasco, James Nicholas Mira, Stephany Muñoz, Marc JV Gamer, and Bryan Kio Fukuoka—passed the *Licensure Examination for Teachers (LET)* held in September 2024 and March 2025. This milestone reflects the school's commitment to ensuring faculty members possess the necessary qualifications to deliver high-quality education.

At STI College Baliuag, four faculty members successfully passed the *Licensure Examination for Teachers (LET)* conducted in March 2025. These faculty members—Cipriano Sagum, Jesica David, Gerita Balansag, and Regine Victoria—demonstrated academic competence and professional readiness in support of the school's educational standards.

Faculty members of STI College Puerto Princesa also achieved important professional credentials. Mea Ann Diaz, Jacqueline Sadang, and Angel Heart Villareal successfully passed the *Licensure Examination for Teachers (LET)* administered in September 2024 and March 2025. Their success further enhances the instructional capacity and credibility of the campus.

STI WNU

During the SY 2024-2025, the following research outputs of STI WNU faculty were published:

- “Marketability of Computer Shop and Printing Services” by Ms. Winnie Joy C. Mananap and Ms. Christy Marie B. Rioja of the College of Business, Management and Accountancy (S.Y. 2023 – 2024) was presented at the 11th HCU (Huachiew Chalermprakiet University) International Academic Conference on July 24 – 28, 2024.
- “Influencing Factors Affecting CBMA Students’ Career Choice.” This work by Ms. Anamor B. Jerez, Ms. Maricon Edna A. Arca, and Dr. Mima M. Villanueva of the College of Business, Management and Accountancy (S.Y. 2023 – 2024) was presented at the 11th HCU (Huachiew Chalermprakiet University) International Academic Conference on July 24 – 28, 2024.
- “Solid Waste Management Practices of Public Market Vendors: Basis for an Action Plan.” This work by Dr. Mima M. Villanueva of the College of Business, Management and Accountancy and Dr. Yasmin P. Dormido of the College of Arts and Science (S.Y. 2023 – 2024) was presented at the 11th HCU (Huachiew Chalermprakiet University) International Academic Conference on July 24 – 28, 2024.
- “NowWhatsOnYourMind: A Pragmatic Analysis of Facebook Posts.” This work by Dr. Annie Christy Jones and Dr. Yasmin P. Dormido of the College of Arts and Science (S.Y. 2023 – 2024) was presented at the 11th HCU (Huachiew Chalermprakiet University) International Academic Conference on July 24 – 28, 2024.

- “Influence of Senior High School Strand on the Academic Performance in College.” This work by Kimberly L. Perez of the College of Business, Management and Accountancy (S.Y. 2023 – 2024) was published in the Geo Academic Journal 2024.
- “Cash Handlers Knowledge and Practices in Identifying Counterfeit Currency.” This work by Mr. Jimmy G. Artus Jr of the College of Criminal Justice Education (S.Y. 2023 – 2024) was presented at the 4th International Research Conference in the Academe and Industry.

Dr. Lilybeth P. Eslabon, Dean of the College of Education, earned distinction by being elected as Member of the Board of Directors of the Philippine Association for Teachers and Educators (PAFTE), Inc. for Academic Years 2024–2026.

Dr. Ryan Mark S. Molina was elected as President of the National Private Schools Athletic Association (National PRISAA) and Founder-President of NIR PRISAA. He was also awarded the AASHPI Distinguished Academic Leadership Award (Director/Vice President Category) by the Asian Association of School Human Resources Management and Development Practitioners, Inc. (AASHPI) on November 7, 2024.

Dr. Erlyn Mae Getino Desamparado authored the research paper titled “Solar-Powered Automatic Watering System,” for which STI WNU was recognized as the First Place awardee in the Academic Institution Category of the Clean and Green Program, specifically honored for the Best Project Concept/Research Paper on Urban Climate Action Resiliency by the Bacolod City Planning and Development Office during the City Development Council meeting on February 5, 2025.

Dr. James Andrew D. Oyo, CHP, CTP, Dean of the College of Hospitality and Tourism Management, was elected on February 8, 2025 as National Board Member of the Council of Hotel and Restaurant Educators of the Philippines (COHREP) for the term 2025–2026.

On March 17, 2025, Dr. Rey T. Eslabon, Head of the National Service Training Program (NSTP) and ROTC Commandant, was elected as Vice President of the CHEDRO XVIII – Council of NSTP Educators (CNER) Region XVIII.

Dr. Yasmin P. Dormido, Head of the External Affairs and Linkages Office, was elected as Vice President for External Affairs of the Region XVIII Negros Island Regional International Relations Office (NIR IRO) Council on May 31, 2025. She took the oath of office on June 27, 2025, at Siquijor State College.

Mr. Gerick Artieda, College of Criminal Justice Education faculty, was awarded 3rd place among 31 trainees in the Advanced Computerized Forensic Polygraphy Specialization Course on June 1, 2025, in Baguio City, Philippines.

Dr. Nicholas S. Caballero and Dr. Liza Joy B. Barican, two faculty from the College of Criminal Justice Education were appointed as Editorial Board Members of the International Review of Social Sciences Research Institute of Industry and Academic Research Incorporated on June 13, 2025.

iACADEMY

In July 2024, Abram Andrew Lumbang, General Education faculty member, participated as a paper presenter at the Navigating the Nexus conference, organized by the Philosophical Association of the Philippines, contributing to critical discourse on philosophical perspectives and interdisciplinary research.

In August 2024, Rodrigo Magat and Richard Carvajal, faculty members from the BS in Real Estate Management program, successfully passed the Real Estate Appraisers Licensure Examination.

In the same month, Hamill Buyco, Dean of the School of Design and Arts, and Jay-R San Pedro of the Research Department presented their paper on “Readiness In the Integration and Utilization Of Artificial Intelligence in Creative Courses” at the 2024 National Conference on Educational Measurement and Evaluation (NCEME2024) by the Philippine Educational Measurement and Evaluation Association (PEMEA) held at The Verdure, 4th Floor, Henry Sy, Sr. Hall, De La Salle University, Manila on August 29 - 31, 2024.

Also in August 2024, Abram Andrew Lumbang presented a research paper at the 2024 National Conference on Educational Measurement and Assessment, where he further demonstrated his engagement in research on educational evaluation and assessment practices.

In September 2024, “*Baradero*”, a full-length film project in development and set to be directed by Keith Deligero, faculty member of Film and Visual Effects under the School of Design and Arts, was selected for the 2024 QCinema Project Market. This selection highlights the project’s strong creative potential and iACADEMY’s continued involvement in advancing original Filipino cinema through the professional work of its faculty.

Also in September 2024, “*Please Bear With Me*”, a full-length film project in development and set to be produced by Keith Deligero, was selected for the 2024 QCinema Project Market. The selection recognizes the project’s creative promise and further reflects iACADEMY’s strong faculty presence in the national filmmaking landscape, particularly in the development of original and independent cinema.

In October 2024, Madeleine Batac presented her paper “Exploring the Link between Radicalization and Violence in the Philippines: An Exploratory-Sequential Analysis” at the 2024 iSEARCH Employee Research Symposium held at iACADEMY Nexus.

“*Rumbles of the Earth*”, produced by Keith Deligero, has garnered multiple international recognitions across prestigious film festivals. In November 2024, the film was an Official Selection at the 34th Singapore International Film Festival, one of Asia’s longest-running and most respected platforms for independent cinema. It later received a Special Mention Award at the 28th Internationale Kurzfilmtage Winterthur in November 2025, a renowned international short film festival held in Switzerland. Most recently, it was also selected for screening at the Berlin NewGen Film Festival in October 2025.

On November 15, 2024, Hamill Buyco was one of the select participants to be part of a Focus Group Discussion (FGD - particularly in the Technology Track for the research and scoping activities) that will be leading the development of the Philippine Skills Framework (PSF) for Design. The event was organized by the Design Center of the Philippines and was held at The Globe Tower, Bonifacio Global City, Taguig.

On November 21, 2024, Mark Vincent Deade was invited by the Immaculate Conception Academy in Quezon City to deliver a talk on free-hand drawing in the celebration of their career and arts fair.

Also on November 24, 2024, Paolo Antonio Noceda, Senior High School Principal, led the career orientation seminar at Divine Grace Center of Studies to discuss the game-changing programs and services offered by iACADEMY. He also participated in the career fair of St. Patrick School on the same day.

Also in November 2024, Hamill Buyco, participated as a Paper Presenter at the 12th International Conference on Asian Studies, hosted by the Asian Center for Asian Studies at Ateneo de Manila University. With the theme “Artificial Intelligence in Asian Realities: Opportunities, Challenges, Risks,

and Social Dynamics,” the conference provided a platform for critical discourse on the societal impact of AI in Asian contexts.

On December 4, 2024, Paolo Antonio Noceda, attended the International Webinar on Integrating Data in STEM courses, organized by the International Association for Statistical Education (IASE) where he is a member.

On December 7, 2024, the Academic and Admission Heads: Paolo Antonio Noceda, Dr. John V. Padua, Jon Cuyson, Dr. Napalit, and Clarence Gomez, led the open house panel discussion to talk about the trends and opportunities aligned with the offerings of iACADEMY. Present are participants from various schools in the Philippines.

Also in December 2024, School of Computing Dean Dr. Francisco Napalit was recognized with the Best Instructor Award, a testament to his unwavering dedication, excellence in teaching, and impactful contributions to education. This recognition highlights iACADEMY’s continued commitment to nurturing outstanding educators and academic leaders.

In January 2025, Richard Carvajal passed the Real Estate Consultant Licensure Examination, further demonstrating his professional expertise in the field.

On February 28, 2025, Paolo Antonio Noceda joined the Department of Education-National Capital Region Convergence to report the implementation of the priorities of the region.

In February 2025, Madeleine Batac served as a resource speaker at the 2025 Conference on Innovative Education, Research & Creative Works held at iACADEMY Nexus. She conducted the masterclass “Why Mixed-Method Research Matters: Unveiling its Purpose and Potential” in partnership with Asia Pacific Consortium of Researchers and Educators (APCORE), an international organization of topnotch researchers, scientists and educators.

In the same month, Gilly Tribiana, faculty member of Multimedia Arts, was appointed as Director for Multimedia Arts at the Global Society of Modern Education (GSOME) and as a Board Member of the Multimedia Arts Association of the Philippines Region 4A. Meanwhile, Tritzie Umali-Mamaoag, also faculty member of Multimedia Arts, was appointed Treasurer of the Multimedia Arts Association of the Philippines Region 4A, further strengthening the program’s representation in professional organizations.

On February 21, 2025, Wilson Tiu together with the Admission team, led the career progression talk to the students of the Potter and Clay Christian School and Blessed Luisa School at the City of Manila.

In March 2025, Irene Subang, faculty member of Fashion Design under the School of Design and Arts, was selected as a Finalist for TernoCon 2025, a prestigious competition that celebrates Filipino heritage through contemporary interpretations of the *terno*.

Also in March 2025, Abram Andrew Lumbang was accepted as an Associate Member of the National Research Council of the Philippines (NRCP), recognizing his active contribution to scholarly research and advancement of knowledge in his field.

In April 2025, Multimedia Arts faculty member Kenneth Peterson F. Leviste was recognized as the National Outstanding Young Film Director of the Year at the 2025 Saludo Excellence Awards. This prestigious recognition affirms his creative excellence and contributions to the Philippine film industry, as well as iACADEMY’s commitment to empowering faculty who are active changemakers in their respective fields.

In the same month, Madeleine Batac presented her research “Radicalization in the Philippines: How Communist Terrorist Groups (CTG) Recruit Vulnerable Filipinos” at the PEARL Research Colloquium 2025 hosted by the Philippine Association of Private Schools, Colleges, and Universities (PAPSCU) and the Private Education Assistance Committee (PEAC) at the Lyceum of the Philippines University (LPU) Cavite.

In April 2025, Maria Elena Valenzuela, faculty member from BSBA in Marketing Management, completed her Doctorate in Public Administration, marking a significant milestone in her academic career.

Also in April 2025, “*Magnetic Letters*”, produced by Keith Deligero, was selected for Cannes Docs at the prestigious Marché du Film in Cannes, France. Cannes Docs is a major platform for showcasing outstanding documentary works-in-progress to an international industry audience. This selection reflects iACADEMY’s strong faculty presence in the global film landscape and its commitment to excellence in documentary storytelling.

Paolo Domingo, Senior High School Multimedia Arts faculty and Academic Coordinator for Administrative and Stakeholder Support, passed the Licensure Examination for Teachers administered in March 2025, which results were released in May 2025.

In May 2025, Animation faculty member Nelson Caliguia earned international recognition as his films “*Sulayman*” and “*Mga Kuwento ni Lola Basyang: Ang Mahiwagang Bantay ng Bundok Arayat*” won awards at the 2025 Norwescon Speculative Film Festival. This achievement highlights the global appeal and creative excellence of Filipino storytelling, as well as iACADEMY’s dedication to nurturing faculty members who inspire through innovation and imagination in the field of animation and film.

Also in May 2025, Joed Balsamo, faculty member of BS Music Production and Sound Design under the School of Design and Arts, was named a 2025 Asian Cultural Council Grant Awardee, receiving the prestigious New York Fellowship. This highly competitive international grant recognizes outstanding artists and scholars across Asia and supports cultural exchange and advanced professional development in the United States. Balsamo’s recognition reflects both his artistic excellence and iACADEMY’s commitment to global creative engagement.

On May 3, 2025, Aleks Isla, alumna and faculty member of Animation under the School of Design and Arts, was appointed as Customer Success Manager for the Asia-Pacific (APAC) region at Toon Boom, a leading global provider of animation software. This appointment reflects both her professional excellence and iACADEMY’s continued impact in producing and nurturing industry leaders in animation and digital media.

On June 20, 2025, Aldous Sarmiento, faculty member from BS in Accountancy, was appointed as Co-Chair of the Quality Assurance Review Committee for the Year 2025–2026. His appointment affirms his leadership and commitment to upholding academic standards and fostering continuous improvement.

In June 2025, Abram Andrew Lumbang, completed his Master of Legal Studies at San Sebastian College-Recoletos, Manila. This academic milestone reflects his continued pursuit of legal and professional excellence in the field of education and law.

Student Achievements

STI ESG

STI students across various campuses continued to demonstrate excellence beyond the classroom, earning recognition in numerous external academic, cultural, and athletic competitions. Their

achievements underscore the institution's commitment to nurturing talent, fostering innovation, and instilling confidence among learners to excel in diverse fields.

At STI College Meycauayan, students excelled in city- and division-wide competitions. Representing the campus in the Division Level Mathematics Competition 2025, Leo Antonio Policarpio showcased outstanding academic performance. Similarly, Grezel Joy Rizaldo and other representatives of the school made a mark at the Meycauayan City Private School Association (MEYCIPRISA) events, particularly in declamation and related contests. Students also participated with distinction in the Festival of Talents 2025, where they reinforced the campus' reputation for strong academic engagement at the division level.

From STI College Naga, student-athletes and participants actively joined regional and city-level tournaments. They competed in BUCAL Season 6 at both the senior and junior divisions, demonstrating the campus' strength in athletic competitions. Furthermore, they represented the institution in Lakaw Dalagan Para sa Atletang Nagauño 2024, a sports and fitness initiative organized by the Department of Education, which highlighted their involvement in community-driven athletic programs.

At STI College Novaliches, students displayed strong academic and entrepreneurial aptitude. They competed in the ISAAL Philippines Spelling Challenge and the Science Quiz Bee, both interschool competitions under the Interschool Academic and Athletic League. In addition, several student groups participated in the Start-Up QC Student Competition organized by the Quezon City Government, where five groups from the campus advanced as finalists, reflecting the entrepreneurial mindset of STI students.

STI College Ormoc achieved massive success: the contingent won Grand Champion at the Kananga Kaanyag Festival 2025, where STEM student Ashley Marie L. Rojas was also crowned Festival Queen 2025 on June 15, 2025. Professionally, BS Tourism Management graduate Jefferson Roi M. Barabad ranked Top 6 nationwide in the Civil Service Examination (CSE-PPT) Subprofessional Level. Academically, the campus was a Top 10 Finalist in the BYTE FORWARD HACKATHON Visayas Leg 2025.

In STI College Ortigas-Cainta, students distinguished themselves in creative and culinary arts. Their entry to the Metro Manila Film Festival (MMFF) Student Short Film Competition was recognized among the Top 10 films, showcasing their storytelling and filmmaking skills. Culinary students also excelled in the Culinary Cup: Vegan Cuisine Competition organized by the LTB Chefs Association of the Philippines, where they emerged as champions. Additionally, at the National Food Showdown: Mocktail Mixing Competition in Batangas, STI students earned the silver award, further establishing their edge in the hospitality and culinary arts.

Representatives of STI College Pasay-EDSA triumphed in the Easy Signature Beverage Creativity Battle, a prestigious interschool competition. They secured the title of Grand Winner while another team achieved finalist status, proving the campus' expertise in beverage innovation and hospitality training.

At STI College Puerto Princesa, students brought pride to the campus through excellence in both technology and tourism competitions. They ranked among the Top 10 Outstanding Tourism Students of Puerto Princesa in recognition of their academic and leadership credentials. Their team also secured fourth place in the Regional HackforGov Competition organized by the DICT MIMAROPA, affirming their technical competence in information and communications technology. In addition, the campus team placed fourth in the Tourism Quiz Bee organized by the Department of Tourism, proving the versatility of their skills across different disciplines.

From STI College San Jose del Monte, students actively participated in sports and interschool competitions. They represented the institution at the Bulacan University and Colleges Athletic

Association (BUCAA), the CSANPRISA sports meet, and the STI Sports Cup 2025, where they emerged as Cluster 2 champions. Their collective achievements demonstrated the athletic spirit and teamwork cultivated within the campus.

STI College San Jose students showcased strong competence in intellectual and creative pursuits, participating in the Nueva Ecija Collegiate Sports League and the CADAC Quiz Bee 2024.

At STI College San Pablo, students distinguished themselves in both academic and cultural events. They qualified for the regional round of the Statistics Quiz organized by the Philippine Statistics Authority, further enhancing the school's academic profile. On the cultural stage, their representatives earned accolades in local pageantry, with a student securing second runner-up in Lakan ng Alaminos 2024 and another student winning the title of Mutya ng Alaminos 2024.

From STI College Sta. Cruz, students exhibited talent in academics, the arts, and cultural representation. They joined Ingenium 2025: National Inter-SHS STEM Convention hosted by the UPLB Engineering Society, where they placed third in the CAD Clash competition and fourth in poster-making. On the cultural front, their representatives earned first runner-up at Bb. Sta. Cruz 2025 and secured the titleholder award in the Ginoo at Bb. Pagsanjan 2024, highlighting their versatility beyond academics.

The students of STI College Surigao made their marks in both academic and athletic arenas. They competed in the Mayor's Cup 2025 where their representative finished as second runner-up in the chess category, alongside active participation in the volleyball competition. Furthermore, at the ICpEP Regional Convention and Student Congress, their team finished as first runner-up in the Python Programming contest, showcasing their technical skills in computing.

At STI College Tanauan, culinary students achieved significant recognition at the 15th National Food Showdown held at the University of Batangas. They secured multiple awards, including silver, bronze, and diploma recognitions across various categories, demonstrating their advanced skills and creativity in culinary arts.

In STI College Tanay, student representatives participated in competitions that blended academic and cultural expression. They joined the 28th Philippine Statistics Quiz Rizal Provincial Elimination and performed strongly in local cultural pageants, where campus representatives earned winner and runner-up placements in Binibining Tanay 2024. Their entry in the 14th Hane Festival Cooking Contest also earned the Best Team Leader award, highlighting their skills in both culinary innovation and leadership.

From STI College Valencia, students showcased leadership and technical engagement in multiple events. They organized and participated in a large-scale MICE (Meetings, Incentives, Conferences, and Exhibitions) event as part of their academic discipline and further collaborated with Alpha Company and the 89th Infantry Battalion in a massive awareness campaign. Additionally, they took part in the Valencia ICT Fair 2025 hosted by the local government unit, contributing to discussions on technology and community engagement.

Finally, at STI College Vigan, students excelled in academic and innovation-focused competitions. They emerged as champions in the SILLAG Start-Up Summit and Hackathon organized by the University of Northern Philippines in partnership with DICT and DTI. Their victories extended to cultural contests during the Vigan City Tourism Week Celebration, where they secured first place in the quiz bee and third place in extemporaneous speaking. These achievements reflected their balanced excellence in both technology-driven and communication-based competitions.

Across all these campuses, STI students demonstrated remarkable achievements in academic, cultural, and athletic engagements. Their consistent success reaffirms the institution's vision of developing globally competitive, well-rounded individuals who thrive in diverse fields beyond the classroom.

STI WNU

STI WNU has proven its supremacy in academics, sports, and culture and arts through different regional and national competitions. Following are the achievements of STI WNU students during SY 2024-2025:

In Academics:

- Kyrie Meliz Ferrer, a third year Bachelor of Science in Tourism Management student, distinguished herself by representing STI WNU at the Ayala Young Leaders Congress (AYLC) held at Seda Nuvali, Santa Rosa, Laguna on July 1-5, 2024.
- The SHS BTS Club secured 3rd place in both Script Writing and Commercial categories at the Regional Schools Press Conference (RSPC) held on April 1-2, 2025, in Iloilo City.
- Chriszsza N. Almaras excelled as the National Champion in the “Essay Does It” competition during the Tagisan ng Talino at Sining National Competition held on May 15, 2025.
- Michael John Javier and Kyrie Meliz Ferrer, student leaders from the Bachelor of Science in Tourism Management program, represented STI West Negros University at Universitas Galuh in Ciamis, West Java, on June 25, 2025, as part of the University’s internationalization program, where they presented STI WNU’s best practices on innovation and research-led studentship.

In Sports:

- Ellaine Summer G. Abanco distinguished herself at the Western Visayas Regional Athletic Association Meet by winning multiple medals: Gold in the Blitz Team Event, Silver in the Blitz Individual Event, Silver in the Standard Team Event, and Silver in the Standard Individual Event held on March 5, 2025.
- Charles Ivan Fernando, a fourth-year Bachelor of Science in Civil Engineering student, showcased athletic excellence at the 2nd Negros Island Region PRISAA Games 2025 by securing Gold in High Jump, Gold in Triple Jump, and Silver in Long Jump on March 20, 2025.
- Kristian Dave Cuevas, a first-year Bachelor of Science in Hospitality Management student, displayed endurance and skill at the 2nd Negros Island Region PRISAA Games 2025 by winning a Silver Medal in the Walkathon and a Bronze Medal in the 3K Meter Run held on March 20, 2025.
- Roniever Rogie G. Trocio, a second-year Bachelor of Science in Criminology student, emerged as Gold Medalist in the Tertiary Kyurogi Men under 68kg category at the 2nd Negros Island Region PRISAA Games 2025.
- Chrisford Orbista and Lance Joryl Larawan triumphed as Gold Medalists in the Table Tennis Individual Event – Secondary Boys Division at the 2nd Negros Island Region PRISAA Games 2025.
- Bridgitte Ann Beginia and Joanne Baradero secured the Gold Medal in the Table Tennis Individual Event – Secondary Girls Division at the 2nd Negros Island Region PRISAA Games 2025.
- Hedder Ivy Chan, a Grade 11 TVL-HE HOPER student, earned a Silver Medal at the Western Visayas Regional Athletic Meet 2025 held on February 27-March 8, 2025. She also achieved

Gold in the Youth Kyurogi Secondary Girls category at the 2nd Negros Island Region PRISAA Games 2025 on March 29, 2025. She further brought pride to STI WNU by earning a National Gold Medal in the Secondary Kyurogi Girls – Featherweight Division at the National PRISAA Games 2025 which were held on April 10, 2025.

- Jose Elijah Macayaran earned distinction as a National Bronze Medalist in the Secondary Team Poomsae Boys category at the National PRISAA Games 2025.

In the field of Culture and the Arts:

- Junior Street Dance Club emerged as Champions during the 2024 NOPSSCEA Pop Dance Competition. The dance crew, consisting of SBE students namely: Kyla Sophia V. Araneta, Elton Jay Blancaflor, Jamielle Raine G. Ybanez, Hailey Anne B. Dime, Alster John D. Gual, Taicie Joy B. Shi, Marken M. Gabuya and coached by TJ A. Garinga, also represented the Negros Island Region during the National PRISAA at Legazpi, Albay on July 19-27, 2024.
- Analyn P. Pialan, a BS Psychology graduating student of STI WNU, secured multiple silver medals across various categories at the World Championships of Performing Arts (WCOPA) held in Long Beach, California on June 28-July 7, 2024. Pialan also won the Singing Idol competition during Kasadyahan Season 10 and proudly represented STI WNU on the national stage.
- Kyla Sophia Araneta, Hailey Anne Dime, Jellian Garbosa, Abbygail Paderba, Sheal Joaquin, Christine Galagate, Taicie Joy Shi, and Devine Relijah Jallorina, with coaches TJ Garinga, Joshua Jaranilla, and Rhee Jay Bucayani demonstrated outstanding artistry and teamwork by emerging as PRISAAYAWAN Champions during the 2nd Negros Island PRISAA Games 2025, and further brought pride to STI WNU as National Gold Medalists in the National PRISAAYAWAN Competition at the National PRISAA Games 2025 held in April 2025.
- Donna Marie L. Alimpolo, a second-year Bachelor of Secondary Education major in English student, earned distinction as a National Gold Medalist in the Oratorical Competition during the National PRISAA Games 2025 on April 8, 2025.

STI WNU students likewise successfully passed several licensure and accreditation examinations, to wit:

Engineers Licensure Examinations

In the Civil Engineers Licensure Examination held in April 2024, STI WNU got a 60.0% passing rate for new takers while the national passing rate was 39.27%. In November 2024, the University got a 33.33% passing rate for new takers while the national passing rate was 37.09%. For the licensure examination held in April 2025, STI WNU got a 21.88% passing rate for new takers while the national passing rate was 29.21%.

In the Electrical Engineers Licensure Examination conducted in August 2024, the University got a 16.67% passing rate for new takers. For the licensure examination held in April 2025, STI WNU got an 80.00% passing rate for new takers while the national passing rate was 64.30%.

For the Mechanical Engineers Licensure Examination conducted in February 2025, STI WNU got a 28.00% passing rate for new takers while the national passing rate was 35.71%.

Criminologists Licensure Examinations

STI WNU delivered an outstanding performance in the February 2024 Criminology Licensure Examination, achieving an 89.47% overall passing rate – nearly double the national average of 48.27%. All 19 examinees were first-time takers, with 17 passing the exam.

Moreover, the institution achieved an exceptional 89.29% overall passing rate in the February 2025 Criminology Licensure Examination, far surpassing the national average of 60.50%. Out of 28 examinees, 23 of 26 first-time takers passed (88.45%), while both repeaters succeeded with a perfect 100% rate. This strong performance highlights STI WNU's dedication to academic excellence and thorough preparation.

iACADEMY

In August 2024, the Philippine Professional Regulation Commission released the results of the 2024 Real Estate Appraisers Licensure Examination. Eleven (11) of the topnotchers were graduates of the BS Real Estate Management program of iACADEMY – the largest number of topnotchers the school has ever produced for this licensure exam. These topnotchers include Enrico Francisco Manalansan III (2nd place); Davian Chen and Janine Angelique One (5th); Lean Angelo Cacatian and Tertiana Alexie Paguyo (6th); Nem Castillo (7th); Bahama Mirachylle Josue and Ana Angelica Vergara (8th); Joy Maika Leyco and Mary Ann Roque (9th); and Jonathan Gabriel Agustin (10th).

Also in August 2024, iACADEMY's Psychology Program showed promising results with its first batch of takers for the Board Licensure Examination for Psychometrician (BLEP) achieving a 66.7% passing rate. This accomplishment highlights the program's solid foundation and commitment to producing skilled graduates prepared for licensure in psychology.

In September 2024, AB Fashion Design and Technology graduate Emanuel "Eman" Riñoza gained widespread attention with his custom yellow Salakot Gown, which captivated audiences of Drag Race Philippines, including judge and host Paolo Ballesteros. Rinoza's work was subsequently featured in several fashion publications, including Preview Magazine Philippines and Metrosceen Magazine.

Also in September 2024, Yesha Rodriguez and Hans Andrei Pascual were named Winners of the SHELL Balik-Likha Smart Design Competition 2024, showcasing their innovative design thinking and creativity in addressing sustainability challenges through smart design solutions.

In October 2024, "*three for 100: o ang tamang porma ng pag-uukay at iba pang mga bagay-bagay, i think!*" – a film by Cedrick Labadia, student of AB Film and Visual Effects – was selected as an Official Selection at the 29th Busan International Film Festival (BIFF). As one of Asia's most prestigious film festivals, BIFF recognizes emerging voices in global cinema. This achievement marks a significant milestone for both the filmmaker and iACADEMY's growing presence in the international film scene.

In October 2024, Sophia Therese Velonza, a student of AB Film and Visual Effects, was selected as a participant in Platform BUSAN at the 29th Busan International Film Festival. Platform BUSAN is a prestigious networking and talent development program that gathers emerging Asian filmmakers to engage in workshops, masterclasses, and cross-cultural collaboration. Her selection highlights iACADEMY's growing presence in international film circles and its commitment to developing globally engaged creatives.

On November 11, 2024, four SHS Grade 12 Software Development strand students, namely Summer Clare L. Pinney, Precious Anne Labarete, Rhiana Isabel A. Otilano, and Donne Agatha Bronze Lerit were awarded Top 20 Best Project (among 134 private and public SHS in the Philippines) in the 8th imake.wemake Competition by the Department of Science and Technology with their project,

WAVEO2. WAVEO2 is an innovative Arduino-based product that offers a fast, non-invasive method of determining complete blood count (CBC).

In December 2, 2024, selected Senior High School students from the ABM and HUMSS strands participated in the State of the Children Address held at the Makati Coliseum. The event aimed to empower the youth and amplify change by engaging young residents in civic dialogue and highlighting their role in shaping the city's future. Representing iACADEMY were: Maria Paulinna Bunagan, Amber Gabrielle Gaspar, Annica Rios, Arianne Ulang, Adriana Chichioco, Nicholas Sipagan, Andres Iñigo Co, Isabella Charis Bayasen, and Michaela Bless Perey—actively taking part in discussions focused on children's rights, education, and civic participation.

On December 6 2024, Software Development students of the Senior High School organized the first IT quiz bee and game-pitch competition for various private schools during the celebration of the Software Development Week at iACADEMY.

In December 2024, iACADEMY's School of Computing achieved a remarkable milestone at the Huawei ICT Competition 2024–2025 Philippines, securing top honors in two major tracks. The team composed of Bill Ian Alcantara, Francis Luis Esteban, and Ryan Caezar Itang, won the Grand Prize in the Cloud Track, while Ronan James Alejo, Leviathan Layek Co, and Horich Klyne Rodinas earned the First Prize in the Computing Track. This achievement underscores iACADEMY's commitment to excellence in technology and innovation, as well as the strength of its academic programs in preparing students for global industry challenges.

In the same month, first year animation students Mary Briteny, Lewreena Mhary Chuan, Matthew Benedict De Villa, Nigel Dy, Nikki Marielle Fuentes, Louis Enrique Gam, and Dwayne Sido from iACADEMY Cebu participated in the Dwende Creative Sprint Animation Contest during the Fiesta Haraya Bai 2024, hosted by DTI Region 7 Central Visayas, and secured the first runner-up position.

On January 24 2025, iACADEMY Senior High School was invited to showcase their best works during the International Day of Education 2025 held at the Department of Education - Central Office. Representing the school were students Bianca Julia Bonilla Espiritu, Khristian Edgardo L. Onas IV, Bienn Karlo San Pedro Ondoy, Arman Jahred Rodes, Bernard Jerico Manalad Tungcab, Rania San Pedro, Sophia Alexi Singson, Gian Nicholai Gomez, Mischka Amelie Pineda, Hermione Rachel Manaloto, Zarah Onde, Frances Anne Yuriko Krueger, Sophia Gabrielle Lugtu, John Paul Paez, Charlz Christian Espanol, Zyreen Fernandez, and Sophia Gwyneth De Villa. The students presented innovative outputs that highlighted the integration of Artificial Intelligence in creative and academic fields. These works demonstrated how AI can be used to enhance storytelling, design, and multimedia production—showcasing the future-ready skills of iACADEMY students to DepEd's international partners. iACADEMY was the only private school invited by the DepEd to this event.

In February 2025, iACADEMY once again made its mark on the global stage by winning the Grand Prize in the Cloud Track at the 9th Huawei ICT Competition Asia Pacific 2024–2025 Finals, held in Kuala Lumpur, Malaysia. Competing against over 8,000 students from more than 20 countries and regions, iACADEMY's victory highlights the exceptional skills, innovation, and global competitiveness of its students in the field of cloud computing.

In March 2025, Kianna Rodolfo and Erin Topacio, alumni of AB Fashion Design and Technology, were featured in PARCINQ Magazine as Designers for Women's Month, recognizing their creative vision and contributions to the Philippine fashion industry.

On March 1, 2025, Nicolas Sipagan and Michaela Perey exhibited their RFID Business Card brand "Connex" to the BS Real Estate Management students and teachers of iACADEMY at the REMastering Real Estate Industry Seminar organized by the Real Estate Management Department, Admissions

Office and External Linkages and Partnerships Department. This event was participated by various partners that opened business opportunities to these young entrepreneurs.

The thesis film *“Unravelled”* by Avryll Nartates, Sophia Bianca Chua, and Maria Isabella Patricia Manaloto, students of AB Animation, placed in the Top 15 under the Best in Experimental Animation category at the Montañosa Film Festival, announced on March 13, 2025. This recognition underscores iACADEMY’s commitment to nurturing innovative storytelling and artistic excellence in animation.

Also on March 13, 2025, Jazmine Pateña and Racquel Catolico, students of AB Animation, were named Finalists in Batch 2 of the INDIEGENIUS Project Lab for their collaborative entry *“RUNO!”* Also, in May 2025, Pateña and Catolico were awarded a ₱500,000 film grant by the QCinema International Film Festival for their film project *“RUNO!”*, which is currently in production. This prestigious grant highlights iACADEMY’s commitment to fostering emerging voices in Philippine animation and film. In addition, Catolico was also selected as a finalist for her solo entry *“Ang Lumalaking Buwan.”* These recognitions underscore the strength of iACADEMY’s animation program in fostering original storytelling and creative innovation among its students.

iACADEMY Senior High School Software Development students swept top honors at the P20JECT YSES: Junior Hackfest held at the University of the Philippines-Los Baños on April 12, 2025. iACADEMY’s Team A, composed of Precious Anne Labarete, Donne Agatha Bronze Lerit and Karl Isaac Cadag, emerged as the Overall Champion and won Best Presentation for their app BatAko, a social networking platform for young leaders, while Team B, composed of Rania San Pedro, Carolyne Denise Vicencio and Alexa J’nae Poblador, clinched 2nd Runner-up with their Community App tailored for the Sangguniang Kabataan.

In April 2025, Racquel Catolico was named a Finalist in the Post-Animahenasyon Pitching Competition, announced on April 30, 2025. Her recognition highlights the potential and promise of emerging talents nurtured early in iACADEMY’s animation program.

In the same month, Red Banogon, a Multimedia Arts student, earned international acclaim by winning the Silver Award under the Packaging Design category at the Indigo Awards-a prestigious competition celebrating creative design excellence worldwide-held in Thailand.

Also in April, iACADEMY submitted four entries to the highly regarded Kidlat Awards, a major event in the local advertising and creative industry. Out of 83 entries, only 22 made it to the shortlist, with two iACADEMY student groups making the shortlist and one team advancing as a finalist.

In the field of film, Luis Abuel and Baj San Jose placed in the Top 10 – Mobile Category of the Montanosa Film Festival, affirming the strength of iACADEMY’s film program in supporting innovative mobile filmmaking.

Further showcasing iACADEMY’s creative talent, two students were selected as finalists for SINEPIYU under the Experimental Category for their short film *“Kamusta, Horseman.”* The selection underscores the school’s commitment to artistic risk-taking and experimental storytelling.

In the field of fashion, Andrei Plaus, a student of AB Fashion Design and Technology, was named one of the Top 12 National Finalists in the BENCH Design Awards, a prestigious platform that spotlights the country’s most promising young fashion designers.

Also in April 2025, Anya Balingbing, also a student of AB Fashion Design and Technology, appeared as a model in the Pitoy Moreno feature of VOGUE Philippines. The editorial celebrated the legacy of the National Artist while highlighting rising stars in the contemporary fashion scene.

In animation, Andrea Licaya, a student of AB Animation, was shortlisted at the Lift-Off Animation Festival for her thesis film “NAK! NAK!” on April 11, 2025. This international recognition reflects iACADEMY’s strong emphasis on original, globally competitive storytelling.

In May 2025, iACADEMY students placed 9th in the Young Creatives Challenge, with the awarding held on May 6, 2025, at the SM Mall of Asia. The Young Creatives Challenge (YC2) is a Philippine government-led competition, organized by the Department of Trade and Industry (DTI), that aims to discover and promote young talents in various creative industries. The challenge features different categories, including songwriting, screenwriting, graphic novel creation, animation, game development, and online content creation, with editions for both young adults and elementary/high school students.

In the same month, a team of Game Development students from iACADEMY was announced as finalists for the Philippine GameDev Expo – Indie Game Stars competition for their original game titled Polabird. The team is composed of Lyra Angelica Manese, Alyssa Naldo, Nino Carlitos P. Olsem, and Justin Christopher P. Uy.

In June 2025, a clip from the film project “Blinding Lights” by Danica Sy and Angelo Lubao, students of AB Animation, was included in the Toonboom International Student Animation Showreel. iACADEMY once again proves its status as a powerhouse in animation education as it becomes the only school in the Philippines featured in Toon Boom Animation’s 2025 Educational Reel.

In the same month, the Senior High School Department partnered with TESDA to administer the National Certificate Level II (NC II) assessment to its Animation students. The first batch achieved a 100% passing rate in the certification examination, the second batch recorded a 99% passing rate, and the third batch once again attained a 100% passing rate.

Graduation Special Merit Awards

This Outstanding Leadership Award is granted by iACADEMY in recognition of the leadership skills and committed service shown by the graduating student.

- Kyle Patrick Fuentes Aguas (Bachelor of Science in Computer Science with specialization in Software Engineering), Ada Therese Estampador Arbis (Bachelor of Arts in Psychology), and Felise Jann Sua Sanchez (Bachelor of Science in Computer Science with specialization in Data Science) are the recipients of this award for the 19th Commencement Exercises of iACADEMY on August 10, 2024.
- Roanne Julia A. Qimbo (Grade 12 Fashion Design) was given the Excellence in Leadership Award for their exemplary performance in leading game changers, even outside the school, during the 8th SHS Graduation Ceremonies on June 21, 2025.

The Outstanding Internship Award is given to a student who has successfully completed his/her internship and is deemed outstanding in his/her overall job performance and character.

- For the 19th Commencement Exercises on August 10, 2024, Cherie Reine Ann Garzon Alib (Bachelor of Science in Animation), Kurt Symuon Espiritu Boquiren (Bachelor of Science in Business Administration major in Marketing Management), Linus Aldrich Cabias Bustamante (Bachelor of Science in Computer Science with specialization in Software Engineering), Ma. Andrea Mendoza Dulatas (Bachelor of Science in Animation), Timothy Fort Defino Ocampo (Bachelor of Arts in Multimedia Arts and Design), Khari Angela Nitario Panganiban (Bachelor of Science in Information Technology with specialization in Web Development), and Alma Patricia Cajigal Ramos (Bachelor of Arts in Multimedia Arts and Design) were the recipients of this award.

The Innovation for Service Award is granted by iACADEMY SHS in recognition of the students' abilities to seek and effect beneficial change for the school and the community through game-changing contributions such as innovative ideas and projects.

In 2025, the award was conferred upon the following Software Development students during the 8th Senior High School Graduation Ceremonies:

- Precious Anne F. Labarete
- Donne Agatha Bronze A. Lerit
- Rhiana Isabel A. Otilano
- Summer Clare L. Pinney

Licensure Examinations

In August 2024, iACADEMY was again one of the top-performing schools in the Real Estate Appraisers Licensure Examination, with eleven graduates from the BS Real Estate Management program placing in the top ten – the highest number of topnotchers the school has ever produced for this exam. The topnotchers include Enrico Francisco Manalansan III (2nd place); Davian Chen and Janine Angelique One (5th place); Lean Angelo Cacatian and Tertiana Alexie Paguyo (6th place); Nem Castillo (7th place); Bahama Mirachylle Josue and Ana Angelica Vergara (8th place); Joy Maika Leyco and Mary Ann Roque (9th place); and Jonathan Gabriel Agustin (10th place).

In August 2024, iACADEMY's Psychology Program showed promising results with its first batch of takers for the Board Licensure Examination for Psychometrician (BLEP) achieving a 66.7% passing rate. This accomplishment highlights the program's solid foundation and commitment to producing skilled graduates prepared for licensure in psychology.

For the list of faculty and student achievements in previous years, please visit www.stiholdings.com for prior years' 17A reports.

Faculty Development and Certification

STI ESG

STI ESG provides its faculty members with development programs structured as a system of services, opportunities, and projects designed to help them acquire the competencies necessary to perform their respective functions effectively.

The primary initiative is the Courseware-based training (CBT) program, which aims to improve teaching methodologies and content knowledge for specific courses. These training programs are held during semester and summer breaks and are open to all faculty members from both wholly-owned and franchised schools. The specific training courses offered each year are determined by the results of needs assessments conducted among faculty members across the entire STI ESG network.

Faculty Training

The *Ready to Teach* program for SY 2024-2025 served as a biannual faculty orientation designed to prepare Senior High School and Tertiary faculty members for the academic year. The first term session, held on August 8, 2024, has 1,269 participants and covered the SPE exam checker and grading system, classroom management tips, teacher ethics, and managing student behavior. The second term session, conducted on January 6, 2025, had 795 participants and focused on classroom management,

understanding the SPE, and forming the formators. These sessions aimed to strengthen teaching practices and foster a culture of professionalism and mentorship among faculty.

STI ESG also executed several focused training sessions to enhance faculty proficiency in specialized subject areas and industry tools:

The training entitled *Unlocking the Potential of STEM Education* was designed to enhance the proficiency of senior high school science teachers in laboratory techniques, enabling them to confidently and effectively facilitate hands-on learning experiences in STEM subjects. It was conducted onsite on July 25-26, 2024, with 39 STEM faculty members in attendance. The training was organized in partnership with CISTEM and featured external speakers from UP NISMED.

The *Front Office Operations Faculty Training* aimed to equip participants with the necessary competencies to effectively handle the Hotel Front Office Operations Management and Front Office Principles and Procedures courses for the BSHM/HRA programs, while also integrating industry updates and trends. This was conducted onsite on July 29-30, 2024, with 36 Hotel Management faculty members. The sessions were facilitated with the expertise of external speakers from New Coast Hotel Manila.

The *Housekeeping Operations Faculty Training* provided participants with the necessary competencies to teach courses such as Fundamentals in Lodging Operations and Introduction to Hotel Operations for the BSCM, BSHM, and HRA programs, while incorporating current industry practices. The training took place onsite on July 31-August 1, 2024, with 39 Hospitality Management faculty members, and was enriched by the insights of external speakers from Coro Hotel Makati.

The *Amadeus Faculty Training* was conducted to develop faculty competence in the use of the Amadeus Basic Reservation software, which is integrated into the Applied Business Tools and Technologies in Tourism course. Held online on July 31, 2024, the training was attended by 26 Tourism faculty members, with an external expert from Amadeus serving as the resource speaker.

The *SAP S/4HANA (IT) Faculty Training* supported the integration of SAP S/4HANA into IT courses and provided participants with the skills necessary to effectively manage the Advanced Systems Integration and Architecture course for the BSIT program. Conducted online from July 31 to August 2, 2024, the program engaged 15 IT faculty members. It was organized in partnership with the SAP University Alliances Program and featured an internal certified trainer, Mr. Lorenz Piñon.

The *BSA Workshop* was designed to assist participants in aligning academic and professional requirements for accountancy education. Conducted onsite on August 1-2, 2024, the training was attended by 16 BSA faculty members, with resource persons invited from industry partners to provide specialized expertise.

The *Netsynch (eZee PMS and POS) Faculty Training* enabled participants to gain proficiency in using the eZee Property Management System and Point of Sale software, which are integrated into the Hotel and Restaurant Administration curriculum. This training was conducted online from August 5-9, 2024, and was attended by 17 Hospitality Management faculty members.

The *Culinary Arts Faculty Training* was organized to equip educators with the competencies necessary to teach advanced culinary courses. Conducted onsite in two batches on August 5-6 and August 7-8, 2024, the training was participated in by culinary faculty members, with insights shared by distinguished chefs and industry practitioners.

The *Robot Assembly and Programming Faculty Training* provided participants with hands-on experience in robotics, enhancing their ability to teach related courses in the Computer Engineering program.

Conducted onsite on August 5-7, 2024, the program engaged nine Computer Engineering faculty members.

The *2D Animation Faculty Training* developed faculty competencies in animation by introducing techniques and tools aligned with industry practices. The training was held onsite on August 7-9, 2024, with 13 Multimedia Arts faculty members participating.

The *Tour Planning, Packaging, and Pricing Faculty Training* aimed to strengthen faculty capacity to teach tourism planning and business-related courses. Conducted online on January 8-9, 2025, the training gathered 55 Tourism faculty members.

The *Food and Beverage Services Faculty Training* enhanced the instructional skills of participants in teaching bar and restaurant management courses. This program was conducted onsite on January 13-15, 2025, with a total of 38 Hospitality Management faculty members participating.

The *SAP S/4HANA (Accountancy/Business Management) Faculty Training* supported the integration of enterprise resource planning systems in accountancy and business management courses. Conducted online on January 15-17, 2025, the training was attended by 22 faculty members from these disciplines.

The *3D Animation with Autodesk Maya Faculty Training* strengthened faculty competence in advanced 3D animation practices. Conducted onsite on January 16-17, 2025, the training was participated in by 11 Multimedia Arts faculty members.

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In alignment with the commitment to holistic student development, STI ESG also ensures that faculty and personnel are adequately trained to support the mental and emotional well-being of the student body. The following section details specialized training programs administered to guidance and academic personnel to enhance their capacity as mental health gatekeepers and resource providers.

To enhance professional competency, STI ESG collaborated with PhilCare and Empath to conduct an onsite training program for its guidance personnel on July 12-13, 2023. This initiative equipped 54 participants with necessary skills for providing social emotional support to students, specifically focusing on gender sensitivity and suicide awareness and prevention. Trainees were also oriented on utilizing the Mindscapes platform, which allows identified students with mental health concerns to access licensed mental health professionals. For students requiring more intensive intervention, the institution maintains a referral system, resulting in 184 student referrals during SY 2024-2025.

Meanwhile, in partnership with the UNILAB Foundation, through its mental health and wellbeing pillar Heads Up PH, STI ESG successfully conducted the *RACE Against Suicide Training of Trainers* on December 19-20, 2023, at the STI Academic Center Ortigas-Cainta. The RACE Against Suicide Training, an evidence-based mental health intervention program, equips the educators and school personnel—who play a vital role in student holistic development—with the skills and knowledge necessary to identify and address warning signs of suicide among students. The program's structure maximizes its reach: first, registered guidance counselors and licensed psychometricians from various STI College campuses received expert instruction from Dr. Sophia Mendoza, RGC, Rpm in the Training of Trainers phase. Second, the most noteworthy aspect is its ripple effect, aiming to equip teaching and non-teaching staff with mental health first aid skills; this Gatekeeper Training Roll-out continues for new Guidance Personnel, facilitated by Ms. Michelle Christine Magsumbol, RGC and Ms. Ayda Angelica Alandy.

This initiative places a strong emphasis on empowering staff across the academe to contribute to student holistic well-being. As of June 26, 2024, the institution successfully rolled out the training to 12 campuses, training a total of 627 faculty and staff members. With training continued through SY 2024–2025, STI ESG completed the training roll-out to 51 local schools. To date, the network comprises 719 gatekeepers, bringing the total number of trained gatekeepers from the start of the partnership in November 2023 to 1,386. The collaboration between STI ESG and Unilab Foundation reflects a united, proactive approach to tackling mental health challenges in schools.

Faculty Certification

STI ESG administers the Faculty Competency Certification (FCC) program, a formalized process designed to evaluate a faculty member's knowledge of a particular course. The FCC specifically ascertains that the faculty member possesses the minimum level of competence required to teach the assigned course material. Certification requirements are comprehensive and include successfully passing a comprehensive certification exam specific to each course, along with garnering above-average faculty evaluation ratings derived from superiors, peers, and students. Consequently, faculty members who successfully pass the certification exams are subsequently issued the corresponding course certificates.

In SY 2022-2023, a total of 3,896 FCCs were granted, with 11,637 certificates released overall. This commitment to certification expanded in SY 2023-2024, which registered 4,582 certified faculty members and saw 12,842 certificates released. The growth continued into SY 2024-2025, achieving 4,742 certified faculty members and a total release of 15,290 certificates.

STI WNU

STI WNU promotes employee development by providing training opportunities at local, national, and international levels. In SY 2024-2025, the University sponsored employees for external training to enhance their skills and knowledge in their respective fields of specialization. A total of 33%, or 114 out of 347 full-time employees at STI WNU, participated in various training opportunities, including conferences, short courses, and seminars. Of these training activities, 92% were at the national level, 4% were international, and the remaining 4% were local.

Below are some of the employees who were sent to external training and conferences in SY 2024-2025:

- Edna Maricon Arca, CBMA faculty member, was among the delegates to the 11th Huachiew Chalermprakiet University (HCU) International Academic Conference Thailand held on July 24-28, 2024 — additionally joined the Philippine Association of Collegiate Schools of Business 52nd Annual Conference on April 10-11, 2025.
- Anamor Jerez, a faculty member of the CBMA, was present at the 11th Huachiew Chalermprakiet University (HCU) International Academic Conference Thailand on July 24-28, 2024.
- Winnie Joy Mananap, from the CBMA faculty, attended the 11th Huachiew Chalermprakiet University (HCU) International Academic Conference Thailand held on July 24-28, 2024, later participated in the Understanding the Case Method of Teaching: Crafting Publishable Cases on October 17-19, 2024, subsequently took part in the Philippine Association of Collegiate Schools of Business 52nd Annual Conference held on April 10-11, 2025.
- Mima Villanueva, serving as Dean of CBMA, participated in the 11th Huachiew Chalermprakiet University (HCU) International Academic Conference Thailand on July 24-28, 2024 — and later attended the Philippine Association of Collegiate Schools of Business 52nd Annual Conference held on April 10-11, 2025.

- Yasmin Dormido, a faculty member of the CAS, took part in the 11th Huachiew Chalermprakiet University (HCU) International Academic Conference Thailand held on July 24-28, 2024.
- Annie Christy Jones, from the CAS faculty, joined the 11th Huachiew Chalermprakiet University (HCU) International Academic Conference Thailand on July 24-28, 2024.
- Joao Roumil Vergara, from the CICT faculty, was among the delegates to the Robot Assembly and Programming HO Faculty Training 2024 held on August 5-7, 2024.
- Felecidad Altalaguirre, serving as Dean of COE, and Lalaine, Program Head Rufin, CE of the COE, participated in the First National Engineering Education Summit (NEEdS 2024) and PAES General Assembly on September 20-21, 2024.
- Eunice T. Custodio, HR Director of HRMO, joined the Data Privacy Officer's Training on October 18, 2024, and later attended the ASEAN University Network-Quality Assurance (AUN-QA) Tier 1 Training held on November 11-15, 2024.
- Dr. Frederick C. Berroya, Vice President for Academic Affairs, and Eunice T. Custodio attended the AUN-Tier 1 held in Thailand on November 11-15, 2024, in preparation for the University's internationalization assessment under the ASEAN University Network Quality Assurance (AUN-QA).
- Sharon Rose Medez, the Dean of CAS, engaged in the Certification Training Course held on Compassion Fatigue and Stress Management on March 14-15, 2025 – additionally joined the Integrated Therapeutic Approaches: CBT for Depression & Prolonged Exposure Therapy (PET) on June 13-14, 2025.
- Argie Pineda, from the CHTM faculty, was among the delegates to the Global Distribution System (GDS) Training held on April 28-30, 2025.

iACADEMY

On July 3, 2024, iACADEMY held a Special Session on Systematic Literature Review for Multidisciplinary Studies, attended by all employees. The session aimed to strengthen research capability across departments by providing tools and methodologies for conducting rigorous and interdisciplinary literature reviews.

In July 22-26, 2024, around 200 private school teachers, including iACADEMY Senior High School teachers, participated in the MATATAG Training from private schools of Makati organized by the Department of Education, Asosasyon ng mga Pribadong Paaralan ng Makati, Inc (APPMI)-headed by iACADEMY's School Principal Paolo Antonio Noceda as its president-and the iACADEMY SHS team.

Tritzie Umali-Mamaoag participated in ICON Manila 2024, held on September 20-21, 2024, further strengthening iACADEMY's presence in the international creative industry and animation community. ICON Manila is an annual event that gathers the creative minds in animation, film, games, illustration, and visual effects.

In September 2024, Marian Leonido represented iACADEMY at the 7th GAIN National Convention, contributing to ongoing dialogues in education and academic support services.

On October 17, 2024, Gerard Paul Elviña, faculty member of BS Music Production and Sound Design under the School of Design and Arts, was officially certified as an L-Acoustics Systems & Workflow Technician. This certification affirms his technical expertise in professional audio systems and enhances iACADEMY's capacity to deliver industry-relevant instruction in sound design and live audio technologies.

In November 2024, Cynthia Vasquez attended the Philippine Librarians Association, Inc. (PLAI) 2024 Annual National Congress, reaffirming iACADEMY's commitment to advancing library and information science practices.

On November 14, 2024, iACADEMY held a Thinking Thursday session titled “Establishing Reliability and Validity through Modern Approaches,” attended by all faculty members. The session aimed to deepen understanding of contemporary methods in ensuring research quality, supporting the institution’s commitment to evidence-based academic practices and scholarly excellence.

On December 5, 2024, iACADEMY conducted the NexOn Re-echo Seminar for Faculty, attended by both full-time and part-time faculty members. The session featured insights and key learnings shared by faculty representatives who attended external conferences and training programs: Marian Leonido, Tritzie Umali-Mamaoag, Weena Espardinez, Gerard Elvina, Jayson Viernes, Dr. Francisco Napalit, Crisola Tan, and Mark Vincent Deade. The seminar served as a platform for internal knowledge transfer and professional development, supporting iACADEMY’s commitment to continuous faculty growth and academic excellence.

On March 4, 2025, iACADEMY joined the Philippines-British Columbia Partnership Series to discuss and secure potential partnerships with British Columbia Universities through Transnational Education efforts. It was attended by Paolo Antonio Noceda and Margery Oriel of External Linkages and Partnership.

On March 6, 2025, iACADEMY conducted a Thinking Thursday session titled “Navigating the Pathways of Research Publication in High-Indexed Journals,” attended by all faculty members. The session aimed to equip faculty with practical strategies and insights on publishing in Scopus- and Web of Science-indexed journals, reinforcing the institution’s commitment to high-impact research and scholarly dissemination.

In April 2025, Melvin Moso, faculty member of Animation under the School of Design and Arts, successfully completed the Professional Certificate in Google UX Design. This achievement reinforces his commitment to continuous upskilling and integrating user-centered design practices into animation and digital media education.

In April 2025, Dr. Gian Carlo Alcantara, Head of Academics, and Dr. John V. Padua, Dean of the School of Business and Liberal Arts, attended the Philippine Association of Collegiate Schools in Business’s (PACSB) 52nd Annual National Conference at the Manila Prince Hotel with the theme “Sustainability Meets Innovation: The Emerging Trend in Business Education.”

On April 25 2025, Dr. Gian Carlo Alcantara and Dr. John V. Padua also attended the 24th Annual National Conference of the Philippine Council of Deans and Educators in Business (PCDEB) in Angeles City. The conference centered on the theme "Innovative Approaches to Sustainable Development in Business Education: Preparing Future-Ready Business Leaders,"

Details regarding faculty development and training initiatives conducted in prior school years can be accessed by reviewing the previous 17A reports available on www.stiholdings.com.

Student Development

STI ESG

STI ESG upholds the belief that education extends beyond the classroom. In pursuit of developing well-rounded graduates equipped to reach their full potential, the institution provides students with numerous academic, co-curricular, and extra-curricular opportunities. These activities enable learners to explore their interests, showcase their skills, and prepare for both professional and personal success.

iLearn and Share

The iLearn and Share (iLS) program is an exhibition of performance tasks where senior high school students are evaluated based on their projects and demonstrations. It allows students to apply classroom knowledge to practical scenarios, highlighting their ability to translate theory into practice.

In SY 2022–2023, SY 2023–2024, and SY 2024–2025, the SHS Expo was conducted as an in-campus activity. Open to both the local community and industry partners, the exhibitions featured booths where students showcased their final projects. Notable examples include students from STI College Carmona who developed a voice recognition device for operating indoor lighting and fixtures, and students from STI College Calamba who created a tourism application that functioned like Google Maps but with enhanced details on local attractions, earning recognition from the Department of Tourism.

College Fair and Symposium

The College Fair and Symposium serve as a platform for graduating college students to present their research outputs and projects to peers, faculty, and industry representatives. Conducted on-campus beginning SY 2022–2023, students from various programs have consistently presented their outputs to an audience that includes faculty mentors, fellow students, and professionals from partner industries, strengthening academic-industry linkages and promoting knowledge exchange.

Career Planning Program

The Career Planning Program (CPP) is a six-stage program that guides senior high school students in exploring career pathways and making informed academic and professional decisions. When in-person sessions resumed in SY 2022–2023, 9,497 students participated in the program, followed by 6,662 students in SY 2023–2024. The program continues to provide personalized career guidance, ensuring students are equipped with the tools to plan their future.

Guidance Service

The Guidance Service was initially established as a standardized, online avenue accessible via the Campus Helpdesk site, allowing students to schedule appointments with their school's guidance personnel. Launched during SY 2022–2023, this digital service processed 890 campus helpdesk tickets across 28 schools, underscoring the necessity of providing professional assistance to students coping with overwhelming situations.

The service subsequently transitioned in SY 2023–2024 to primarily utilize face-to-face sessions, reflecting student preference for in-person consultations. During this academic year, guidance offices across 63 STI campuses logged a total of 11,475 sessions with stakeholders. This engagement continued to expand significantly in SY 2024–2025, which registered 20,538 stakeholder concerns. In addition to one-on-one sessions, guidance offices logged 440 information services, which included campus-led activities, orientations, and webinars. At the network level, the Head Office organized five webinars to extend support and provide unified guidance across campuses. Topics covered career development and employment readiness, peer support and leadership training, mental health and well-being, safety and crisis preparedness, student competitions and talent development, and gender inclusion and social awareness.

Parallel to student-centered initiatives, STI ESG also prioritized capacity building for its guidance personnel. Training programs focused on developing comprehensive campus-based guidance frameworks, addressing both common and emerging student concerns, and establishing effective suicide prevention and postvention protocols. Additional sessions emphasized recognizing signs of

trauma and providing appropriate interventions, as well as adopting coping strategies to manage stress and enhance the overall well-being of guidance practitioners themselves.

Talent Search

The Talent Search, one of STI's most anticipated competitions, returned in SY 2022–2023, showcasing the artistic abilities of students nationwide. From singers and musicians to dancers and models, students competed in regional eliminations before advancing to the national stage. Signature competitions such as STI Singing Idol, Battle of the Bands, Hataw Sayaw Dance Contest, and the search for Mr. and Ms. STI have consistently drawn thousands of participants. Since 2016, the event has been streamed live on STI's official Facebook page, widening its reach. In SY 2023–2024 and SY 2024–2025, the National Finals were held at Enchanted Kingdom in Sta. Rosa, Laguna, where 116 finalists and 117 finalists emerged, respectively.

Tagisan ng Talino (TNT)

Tagisan ng Talino is STI's annual academic competition that challenges students in areas such as impromptu speech, essay writing, mobile app development, culinary arts, flairs, tour guiding, and general knowledge. Through its continuous evolution, the competition ensures alignment with academic standards and industry practices. A total of 120 contestants advanced to the national for both SY 2023–2024 and SY 2024–2025.

Tagisan ng Sining (TNS)

Tagisan ng Sining is an annual event that celebrates student creativity and originality through competitions in photography and music video production. In SY 2023–2024, the competition attracted 1,396 participants at the local level, with 236 advancing to the national screening.

Sports Cup

Introduced in SY 2024–2025, the STI Sports Cup is a network-wide competition designed to foster athleticism, teamwork, and resilience among students. It featured two major tournaments: the National Basketball Tournament (NBT) and the National Volleyball League (NVL). Both events were held at STI College Ortigas–Cainta, with West Negros University (WNU) securing the championship titles in both basketball and volleyball. The NVL took place on June 18–20, 2025, followed by the NBT on June 25–27, 2025.

Esports Cup

Also launched in SY 2024–2025, the STI Esports Cup provided students with an opportunity to showcase their gaming skills and teamwork in a competitive but educational environment. Featuring tournaments in *Mobile Legends* and *Valorant*, the competition was conducted virtually, with the national finals livestreamed on STI's official Facebook page. The *Valorant* championship was won by STI College Muñoz–EDSA, while STI College Malolos claimed the title for *Mobile Legends*. The finals were held on July 9–10, 2025, reinforcing STI's commitment to providing platforms that reflect the evolving interests of its students.

STI WNU

In fulfillment of the vision and mission of STI WNU, the Students Development Program (SDP), which is under the Office of Student Affairs and Services (OSAS), provides and implements a comprehensive student development program with oversight on all issues and resources related to student life. Its component areas are designed and devoted to serving all students ensuring that it provides a

wholesome atmosphere for learning and dwelling that is conducive to the attainment of the academic goals of the students. The following are the component areas of student development: (1) Student Government, (2) Student Organizations, (3) Student Paper and Publication, (4) Student Yearbook, and (5) Campus Ministry.

The SDP ensures and promotes the basic well-being of the students, designs all programs and activities for the enhancement of leadership and commitment to social responsibility, and delivers the essential student services for the achievement of a holistic personality.

Co-curricular and extra-curricular virtual activities of the students continued despite the absence of face-to-face classes during the pandemic. Student Government, Student Councils, Student Publications, and other student services and programs continued to be active through various social media platforms, including the school's official online student portal, Office 365. Consisting mostly of webinars, virtual meetings and discussions, and other creative means of student engagement and exchange, student development and welfare were never hampered. The STI WNU Fan Page on Facebook as well as the official STI WNU Website is alive and well, full of student updates, news, information, and activities.

Kasadyahan Season

This is a major extra-curricular activity of STI WNU which starts on October 1, the anniversary of STI Holdings' acquisition of the University, and ends on February 14 during the Foundation Day of the University. *Kasadyahan* is from the root word *sadya* meaning jolly, reflecting the merry-making or fun-filled competitions of colored kingdoms from the seven colleges of the University. The competitions range from sports, the performing arts, and academics.

Due to the increased student population, the University football field was transformed into a dynamic venue for Kasadyahan Season 10, which commenced in September 2023, accommodating the larger crowd with a groundbreaking 360-degree stage design.

In the year 2024, the Kasadyahan continued to ignite the hidden potentials of students, especially among student leaders, as the Governors of each college department served as the Team Captains for their respective colors. The series of activities – ranging from the Cultural, Musical, Academics and Sports – brought an atmosphere of excitement and camaraderie across the campus. While the team captains encountered challenges such as balancing academic responsibilities with event preparations, and motivating team members with diverse personalities and schedules, their commitment and resilience allowed them to overcome these obstacles. Notably, this year marked a historic moment as the Red Sentinels were hailed as Champions after ten long years.

Their leadership inspired teamwork and perseverance, allowing students to display their skills while promoting sportsmanship and school spirit. The resounding success of Season 11 reflects the dedication of both organizers and participants, proving that Kasadyahan is not just an event, but a tradition that nurtures leadership, and celebrates excellence within the university community.

Christmas Festival of Lights

The advent season in STI WNU is marked by one of the most-awaited events in the City of Bacolod, the hour-long Christmas Parade of Lights. This event is initiated by the Physical Education Department where the PE students create beautiful lighted Christmas lanterns for the parade around the city. The creativity of students shown in the lanterns being showcased during the parade along the city's major streets and the spectacular firework display that follows are STI WNU's way of saying "Merry Christmas!" to the "City of Smiles".

In December 2023, in an ongoing partnership with the local government, the Christmas Festival of Lights expanded its reach by introducing a new route from STI WNU to the Bacolod City Government Center (BCGC). STI WNU once again orchestrated a mesmerizing transformation of Bacolod into a radiant tapestry of lights and festivities. Also collaborating with K5 News FM (Radyo Bandera) under the theme "Be A Star This Christmas," the event culminated in a festive atmosphere with a captivating lights-on ceremony, energetic street dance performances, and a thrilling arena competition, all enjoyed by the enthusiastic Bacolodnon community.

Building on this success, the 2024 Christmas Festival of Lights embraced a more meaningful and heartwarming advocacy under the theme "Christmas for Kids." This celebration not only continued the tradition of illuminating the city with dazzling lights and performances but also highlighted acts of generosity and compassion for children in need. STI West Negros University brought the Christmas spirit to life.

Adding more excitement to this year's celebration was the competition among the seven Kasadyahan color teams of STI WNU. The team captains led their groups in showcasing themed floats, choreographed performances, and creative presentations that embodied both the festive spirit and the advocacy for children. Setting the stage for a phenomenal burst of kaleidoscopic lights and colors, the Red Sentinels stood unrivaled as they prevailed as the champions, the Orange Erudites followed closely, nabbing the first runner-up spot, while the Green Titans secured the 2nd runner-up spot.

Student Organizations Week

This weeklong activity, held every September, is spearheaded by the Supreme Student Government, a student body composed of elected officers from the various colleges, in cooperation with the Council of Student Organizations (CSO), an alliance of all accredited student organizations. The participating organizations, classified according to their advocacies – religion, regional ethnicity, civic involvement, service, sports, culture and arts – display "specialty" products in assigned booths located all over the student activity area. To spice up the event various activities such as music competitions, laro ng lahi (games), concerts and fellowships are held.

STI WNU Student Leadership Camp

In 2019, the Student Development Program (SDP) initiated the STI WNU Leadership Camp. This event brought together a diverse group of student leaders from across all departments, creating a vibrant and dynamic environment for growth and collaboration. Attendees included not only the traditional student government leaders but also captains of the various sports teams, representatives from student interest groups such as the Glee Club, ROTC, Lente, the School Publication, and the Ambassadors team. This diverse mix of participants ensured that a wide array of perspectives and talents were represented, making the camp a truly inclusive and enriching experience.

The camp itself was anchored on three core values: Loyalty, Commitment, and Gratitude. These principles formed the foundation of all activities and discussions throughout the event, serving as guiding lights for the student leaders as they explored their roles and responsibilities within the school community. Loyalty was emphasized as a key trait, not only towards the institution but also towards the teams and groups they lead. Commitment was highlighted as an essential element of effective leadership, encouraging students to fully dedicate themselves to their roles and responsibilities. Gratitude, often overlooked, was instilled as a crucial attitude, reminding students to appreciate the opportunities and privileges they have been given, and to lead with humility and a sense of thankfulness.

One of the camp's primary objectives was to promote school spirit and unity among the participants. By bringing together leaders from different areas of the school, the camp fostered a sense of camaraderie and shared purpose. The activities were designed to reinforce the idea that being a student leader is not

just a role, but a privilege that comes with the responsibility to represent and uplift the entire student body. The camp sought to instill in the participants the understanding that their presence and opportunities at STI WNU are not to be taken for granted but are a limited privilege that comes with the expectation of giving back to the community.

Throughout the camp, participants engaged in various team-building exercises, leadership workshops, and reflective discussions, all of which were designed to help them internalize the values of Loyalty, Commitment, and Gratitude. These activities were not just about enhancing their skills as leaders but also about deepening their connection to the school and to each other. By the end of the camp, the student leaders emerged with a renewed sense of purpose, a stronger bond with their peers, and a clearer understanding of what it means to lead with integrity and heart.

The SDP, in collaboration with the STI WNU Administration, has continued to refine and enhance the program, ensuring that it remains relevant and impactful to the evolving needs of STI WNU students up to the present.

More than just a training event, the STI WNU Leadership Camp is a transformative experience that empowered students to take their leadership roles to the next level. The lessons learned and the connections made during the camp will undoubtedly resonate throughout the school year, as these leaders carry forward the values and spirit of the camp into their respective roles, inspiring others to do the same.

The Torch Bearer – Official Yearbook Publication

The Torch Bearer, the official yearbook publication of STI West Negros University, has earned a distinguished reputation for its innovative and high-quality yearbooks, a tradition that has been upheld since 2015. This commitment to excellence reflects the editorial board's dedication and is a testament to the strong and ongoing partnership with Midtown Printing Press Co. Inc., a leading name in the printing industry.

Since this collaboration's inception, the editorial team of The Torch Bearer has been privileged to work closely with Midtown Printing's seasoned professionals. This partnership has provided the students with invaluable opportunities to engage with industry experts, including the company's editor, who brings years of experience and a wealth of knowledge to the table. The hands-on guidance from the company's editorial team has been instrumental in helping the students refine their skills in layout design, content creation, and overall yearbook production, ensuring that each edition is a true work of art.

Moreover, the partnership extends beyond technical support. The editorial board has had the unique opportunity to meet and interact with the president of Midtown Printing Press Co. Inc. These interactions have gone beyond mere formalities, offering the students deep insights into the company's vision and ethos. Discussions with the president have focused on aligning the yearbook's production with the broader goals and values of STI WNU, ensuring that each edition of The Torch Bearer not only captures the memories of the academic year but also reflects the university's commitment to excellence, innovation, and the holistic development of its students.

One of the key topics of discussion has been the vision of the university and how it can be embodied in the yearbook. The president of Midtown Printing has been keen to support the university's thrust towards producing yearbooks that are more than just a collection of memories – they are meant to be timeless memorabilia that students will cherish for years to come. These yearbooks are designed to capture the essence of the student experience at STI WNU, showcasing not only academic achievements but also the vibrant student life, the diverse talents, and the shared moments that define the university community.

This collaboration has enabled The Torch Bearer to push the boundaries of traditional yearbook publishing. Each year, the editorial board, in partnership with Midtown Printing, strives to introduce new and innovative elements that set the yearbook apart from previous editions. Whether through innovative design techniques, the incorporation of digital elements, or the inclusion of interactive features, The Torch Bearer continues to evolve, setting new standards for what a yearbook can be

As a result, The Torch Bearer has become more than just a yearbook; it is a symbol of the university's dedication to quality and creativity. Each edition serves as a lasting testament to the hard work, talent, and vision of the students, faculty, and staff of STI WNU. Through this ongoing partnership, The Torch Bearer continues to shine brightly as a beacon of the university's commitment to preserving the memories and milestones of its students in a way that is both meaningful and memorable.

Unleashed – Official School Publication

Established in 2020, the official school publication, Unleashed, holds the important responsibility of documenting all school-related activities, ensuring that no significant moment goes unrecorded. This includes covering a wide range of institutional events, from academic achievements and cultural celebrations to sports competitions and leadership activities.

Unleashed serves as the voice and record-keeper of the school, capturing the essence of campus life through articles, photographs, and stories that reflect the vibrant and diverse experiences of the student body. Whether it's highlighting the success of a major event or providing in-depth coverage of everyday happenings, unleashed plays a crucial role in preserving the history and spirit of the school for current students and future generations alike.

iACADEMY

Student Activities and Leadership

The Office of Student Affairs and Services (OSAS) of iACADEMY spearheads programs that support the school's aim to maximize the full potential of the students through activities that promote holistic growth, development, and enhancement of students' overall learning experience. The department initiates institutional events ranging from leadership seminars to game changing projects that uphold the learning outcomes that iACADEMY advocates.

One of the strategies that OSAS undertakes is engaging students in curricular and extracurricular activities. With this, iACADEMY provides opportunities for students to form or be part of school-recognized student organizations that develop their creative and leadership skills, as well as their social, cultural, physical, and recreational growth. To date, there are 25 iACADEMY Student Organizations which include the following:

College Student Organizations:

- COMPILE – is dedicated to the promotion of Software Engineering and development of future engineers.
- PIKZEL – represents the student body's graphic design community and promotes students' interest, talents and skills in graphic design - be they traditional or digital.
- PRIMA (College Chapter) - aims to uphold, enhance, and expand the learning of students particularly in the field of fashion design that will help them become pioneers in the industry.
- Octave (College Chapter) - recognizes individuals with talents in music. It aims to enhance the musical, recreational, social and cultural environment of iACADEMY.
- OPTICS - involves the lens and the camera as a medium of forming an art.

- Rhythm – is dedicated to the preservation, study, teaching, and enjoyment of Western and Filipino traditional and historical dance.
- Filmmakers Society of iACADEMY (FSi) - aims to stimulate students' interest in short film making and to utilize their interest in promotion of values and morals.
- INSIGHT - provides a platform for students not only to raise awareness about Psychology in the Philippines but also their own advocacies towards mental health awareness, suicide prevention and community development through activities and seminars.
- The Moonlight Tavern - aims to bring communities of people who share an interest in tabletop games and involve their own ideas to make their own games fun and interesting as people and as well as creators.
- Momentum - Momentum is an organization for students who have the passion for animation production. They believe that individuals can learn and hone their creative potential in writing, illustrating and designing.
- Elix- is the official e-sports organization of iACADEMY that promotes resilience, camaraderie and collaboration.
- iACMEDIA - is an audio and production org that specializes in music production, hosting and video creation.
- Wonder- iACADEMY's business org aims to mold its members to be prepared in the field of marketing, sales and other business-related skills.
- iACT- is the official theater organization of the school that covers different genres, including drama, horror, and comedy.
- iSO - iACADEMY Sports Organization is designed for students who have a passion for sports.
- Central Student Organization (CSO) - is the sole, unified, autonomous and democratic representative body of the college students of iACADEMY. The prime duty of the CSO is to protect and defend the students' rights as embodied in the Magna Carta of students and to organize relevant student development activities.

The 2nd term of SY 2023-2024 saw the birth of the first 3 student organizations of iACADEMY Cebu. They are as follows:

- THESPIA – this organization is composed of passionate and talented game-changers dedicated to the performing arts. It provides a platform for creative performers to showcase their skills through various forms such as theater plays, band performances, a cappella singing, acting skits, musical performances, and more, all while excelling in their respective fields of study.
- VZN Arts and Animation - the organization is open to game changers interested in the visual arts – drawing, painting, and crafts either it is for personal or class projects. Its aspiration is to showcase the artistic abilities of the students through diverse projects throughout the years.
- Kasa del Tura - Kasa del Tura is an organization built on the appreciation and cultivation of style and couture. The name is coined from "House of Couture," which the organization aspires to be a community for creatives and enthusiasts to come together and grow.

These student organizations played a crucial role in the commemoration of iACADEMY Cebu's 1st Foundation Anniversary from January 30 to February 12, 2024. Most, if not all, of the activities during that celebration were conducted by these students.

Senior High School Student Organizations:

- Interactive Media and Gaming Guild (IMGG) – is an organization that strives to promote the potential of students to excel not only in playing, but also in developing and creating games.

- iACADEMY Junior Software Developers (iJSD) – is an organization of Software Development students who want to promote Software Development through fun and engaging activities.
- Vektor – is dedicated to the practice and promotion of graphic design and illustration.
- Sining na Naglilikhha ng Buhay (SinLikHay) – is an organization that aims to develop traditional and digital animation.
- PRIMA (SHS Chapter) - aims to uphold, enhance, and expand the learning of students particularly in the field of fashion design that will help them become pioneers in the industry.
- Octave (SHS Chapter) - recognizes individuals with talents in music. It aims to enhance the musical, recreational, social and cultural environment of iACADEMY.
- Young Filmmakers Society of iACADEMY (YFS) - aims to stimulate students' interest in short film making and to utilize their interest in promotion of values and morals.
- CTRL Dance Troupe - takes pride in providing a nurturing atmosphere to enable students to reach their fullest potential and build their self-esteem while experiencing the true joy of dance.
- SiLAKBO – is the official humanitarian and community development organization of iACADEMY Senior High School department.
- Basic Integrated Theater Arts Guild of iACADEMY (BITAG of iACT) – is the Official Senior High School Theatre Arts Organization of iACADEMY aims to work with individuals who are passionate in the field of theatre. Aside from this, BiTAG aims to produce guild productions, events performances, and conduct workshops.
- Anime Habu – is an organization for students interested in the diverse art form of Anime. The organization is a community that helps each member grow and at the same time enjoy and appreciate Anime.
- Velocity - aims to exemplify the rate of change towards our destination of environmental sustainability and protection.
- The Spines – is the organization that consists of students who are passionate about sharing their love and interest in literature.
- Student Council (SC) - is the sole, unified, autonomous and democratic representative body of the Senior High School students of iACADEMY. The prime duty of the SC is to protect and defend the students' rights as embodied in the Magna Carta of students and to organize relevant student development activities.

iLEAD: iACADEMY Leadership Empowerment and Development Team Building

iLEAD is an exclusive student leadership formation program tailored to develop the Central Student Organization (CSO), and officers of student organizations. This program aims to foster a culture of student engagement and volunteerism, encouraging active participation in school initiatives and programs. It equips student leaders with practical conflict resolution techniques such as team building, discussions and strategic planning. Through this program, student leaders become advocates of iACADEMY's Core Values, promoting unity, camaraderie, and a sense of competitiveness while representing their respective organizations and the school.

In December 2024, the SHS Student Council officers, Central Student Organization officers, and officers of the various student organizations attended the iLEAD seminar-workshop conducted by the Office of Student Affairs and Services at the Multi-Purpose Hall. Facilitated by Mark Ibo, the Student Affairs Officer, the event guided participants through interactive sessions focused on character strength building, goal setting, and decision making to empower student leaders in navigating their responsibilities with integrity, vision, and accountability. Through these activities, participants were able to enhance their self-awareness, clarify both personal and organizational goals, and strengthen their ability to make ethical and strategic decisions. The program also served as a platform for collaboration, idea-sharing, and the promotion of a unified culture of servant leadership among the student body.

Org Execom General Assembly and Student Leadership Seminar

The Org Execom General Assembly and Student Leadership Seminar is an exciting and informative event organized by iACADEMY's Student Org Execom. The primary objective of this event was to provide orientation and essential information to incoming officers about student activities, conduct, and policies within the institution.

Through this interactive and engaging activity, the Org officers had the opportunity to get acquainted with each other and build strong connections with their fellow student leaders. Creating a sense of camaraderie and unity among the student leadership is a crucial aspect of the event, fostering an environment of collaboration and teamwork among various student organizations.

Additionally, the highlight of the event was an inclusion of a guest speaker, someone experienced and knowledgeable in the field of student leadership and servant leadership. The guest speaker shared valuable insights, experiences, and best practices related to effective leadership, emphasizing the principles of servant leadership.

This event stands as a testament to iACADEMY's commitment to nurturing competent and compassionate student leaders. By providing a platform for orientation and networking, the Org Execom General Assembly and Student Leadership Seminar seeks to empower students to lead with excellence, fostering a culture of mutual support and growth within the iACADEMY community.

In December 2023 and May 2024, a series of iLEAD Team Building and Seminar Workshops were conducted for iACADEMY's SHS and College student leaders. The workshops covered topics such as character strengths, time management, communication style, decision making, and event planning, alongside engaging team building activities.

On January 10 2024, iJSD spearheaded the activity entitled C# Fundamentals. They shared their knowledge by teaching the fundamentals, usage, and proper styling of modern C# code to the members and fellow SHS Game Changers. It aimed to introduce the C# programming language including its history, usage, syntax, and semantics, to learn the modern core features of C#, and apply the proper styling of C# code.

Members of iACADEMY's student publication, Game Changers Press, attended a talk organized by Rappler entitled, "By the Youth, For the Youth: How to Take Action on Issues Within and Beyond the Campus" in February 2024, alongside various college youth groups in Metro Manila. In addition, they attended "Future of Media 2024: Fighting Misinformation and Strengthening Independent Media" in April 2024.

On March 21, 2024 COMPILE partnered with Arduino Foundation to organize Arduino Day wherein more than 400 students from various universities and colleges, industry professionals and enthusiasts participated and shared ideas about the endless possibilities of Arduino in the tech and computing industry.

On September 27, 2024 the Godot Workshop was organized by iMGG to teach the basics of game development using the Godot Game Engine. The workshop discussed the introduction and use of Godot engine as a tool for game development, the basic principles of game development using Godot, and to be able to develop a simple game using the Godot engine.

Career Readiness Programs

Some of the programs that the External Linkages and Partnerships Department (ELPD) leads are the Career Readiness Programs for Immersion and Internship. This is being conducted for grade twelve (12) students and incoming interns.

Various Career Readiness Seminars are conducted to tackle topics such as preparing your application, mock interviews or portfolio review, among others. The seminars culminate in a Career Fair where students get the opportunity to practice what they learned and network with iACADEMY's industry partners.

Those who are already enrolled in the Internship Course have the chance to discuss progress and challenges at work as well as process the learning experiences that they have in their host companies through a monthly session with the Internship Coordinator.

As of June 2025, the school has already secured partnerships with several Cebu-based companies, including Capriccioso Software Development Services, Cebu Game Developers Community, Escape the Day Job Games, Asia DTWords 24/7 Philippines, Inc., Polypix Studios Inc., Alliance IT Education Foundation, Inc., eXPerience Plus Inc., Krutherford, and After Shoot Photo Video Studio. These partnerships complement the extensive network of iACADEMY Makati's industry partners, who have agreed to accept Cebu students for internships, either online or on-site, if they decide to travel to Metro Manila for this purpose.

Post-Graduation Report

STI ESG

The STI Alumni and Placement Services (STI APS) department, through the respective STI School's Alumni and Placement Office, surveys the graduates to track employment rate. Based on the most recent reports, around 67% of our surveyed graduates are employed within six months after they graduate.

Interactive Career Assistance and Recruitment System (I-CARES)

As part of the job placement assistance of STI, the STI APS institutionalizes local and international partnerships to effectively increase the employability of graduates through the Interactive Career Assistance and Recruitment System.

The I-CARES platform is an exclusive job search system designed for STI graduates that facilitates the efficient dissemination of placement opportunities from STI's partner companies. The system enables partners of STI ESG to post job openings and request lists of qualified STI graduates at no cost, primarily through the I-CARES website (www.i-cares.com). The network of partner companies actively utilizing I-CARES has demonstrated consistent growth: registered member partner companies totaled 447 in SY 2022-2023, increased to 512 in SY 2023-2024, and further expanded to 532 in SY 2024-2025.

STI APS strategically utilizes various initiatives and platforms to prepare students and link them with career opportunities. The initial program, the STI Virtual Career Fair 2021, was an industry-academe collaboration held exclusively for STI. This event served as both a webinar and virtual recruitment activity, aiming to inform graduating students and alumni about new recruitment practices and link them to job opportunities amid changing employment landscapes.

For SY 2022-2023, the National Job Placement Month (NJPM) was relaunched as the National Career Fest. Schools nationwide conducted the program as an onsite career fair held from April to June.

Concurrently, STI APS hosted eight virtual career fairs, drawing 2,763 student participants from various programs nationwide.

In the subsequent school year, SY 2023-2024, the National Career Fest saw 6,134 students participate. Complementing the onsite activities, five virtual career fairs were conducted from May to June 2024, with 1,097 student participants nationwide. The momentum continued into SY 2024-2025, which registered a significant increase in online engagement, with five virtual career fairs held from April to June 2025 and an attendance of 8,527 students.

STI Distinguished Alumni Awards

STI ESG launched the STI Distinguished Alumni Awards (STIDAA) in 2014 to honor, award, and recognize alumni of STI campuses who have achieved distinction and notable accomplishments in their chosen fields. Since its inception in 2014, 108 alumni have been recognized for their outstanding achievements.

The program continued its tradition in 2025, honoring 12 notable alumni at a gala event held at Okada Manila in Parañaque City on May 30, 2025. The 2025 STIDAA National Awardees were Charlie Ray Pascua, Kirk Hilario, Roman Sanchez, Richard Ace De Leon, Bon Bon Lachica, Katherine Menes, Ronald Aldrin Maningat, Marie Francesca Miranda, Jayvee Aquino, Geaneen Arquiza, Raquel Gamboa, and John Mark M. Villena.

STI WNU

The STI WNU Alumni & Placement Office (STI WNU APO) establishes and implements placement and program services that empower the alumni of the University. It records and documents alumni tracers and directory to provide necessary information and services. It also conducts surveys to track the employment rate of the students six months after their graduation.

For the Academic Year 2023-2024, out of 727 total graduates, 544 were successfully traced, resulting in a tracing rate of 74.83% and an overall employment rate of 47.43%. The tracer study survey, conducted six months after graduation from March to June 2024, provided job outcomes across various colleges, highlighting differences between board and non-board educational programs.

Among non-board programs, the overall employment rate was 57.9%. The College of Business Management and Accountancy had the highest employment rate at 68.2%, with Business Administration in Financial Management performing particularly well at 76.67%. The College of Arts and Sciences followed with a 56.3% employment rate, with BA Communication and BS Mathematics both achieving 75% employment. The College of Information and Communication Technology recorded a 53.52% employment rate, with Computer Science leading at 71.43%. The College of Hospitality and Tourism Management also performed well, with a 55.77% employment rate.

In contrast, board programs had a lower overall employment rate of 33.62%. BS Psychology under the College of Arts and Sciences had the highest employment rate at 67.64%. The College of Engineering had a high tracing rate but a lower employment rate of 29.41%, with Civil Engineering performing better at 39.53%. The College of Education recorded a 29.69% employment rate, with stronger outcomes in Elementary Education and Major in English. The College of Criminal Justice Education had the lowest employment rate at 9.43%.

The significant difference between the employment rates of non-board and board courses can be attributed to many students in board courses prioritizing their board exam reviews during the survey period, impacting their immediate employment outcomes.

Job Fairs and Employment Preparation Seminars

STI WNU APO helps the Guidance Services Office place graduating students by providing them access to employment opportunities through job fairs and seminars in preparation for employment.

In SY 2022 -2023, a series of seminars were initiated to equip participants with the latest insights and industry trends. On May 3, 2023, STI WNU Executive Vice President Dr. Ryan Mark S. Molina delivered a thought-provoking and inspiring talk entitled "I TALKED TO ME (Reflection, Preparation, Action)" at the university's Teodoro Hall to provide invaluable guidance and motivation to the graduating students of STI WNU as they prepare on their career journeys.

On May 8, 2023, two seminars were initiated: First, "Exploring Career Paths: Finding your Passion and Purpose" by Christian Dasig aimed to inspire students to embark on a journey of self-discovery, helping them identify their true passions and purposes in their chosen career paths. Second, "Unlocking Your Potential: Strategies for Building a Growth Mindset and Overcoming Insecurity" by Therese Pellejo, RPsy aimed to equip students with the necessary tools to cultivate a growth mindset and overcome insecurities, fostering resilience and confidence in their professional pursuits.

On May 19, 2023, mock job interviews were conducted at Teodoro Hall to build students' confidence and hone interview skills that are crucial for success in the job market. Students from the College of Information and Communications Technology (CICT), College of Criminal Justice Education (CCJE), College of Education (COED), and College of Engineering (COE), College of Business and Management Accountancy (CBMA), College of Hospitality and Tourism Management (CHTM), and College of Liberal Arts and Sciences (CLAS) participated in the mock job interviews. Students from the COED achieved an impressive 81.6% attendance rate or 71 students indicating strong engagement in the activity followed by the CICT and the CCJE which had noteworthy attendance rates of 69.2% or 63 students and 71.6% or 58 students, respectively.

On May 31, 2023, the Senior Job Fair was held at the university gym. This provided a genuine employment application experience, offering seniors or graduating college students a chance to secure immediate job offers. The event garnered participation from 19 different companies while 22.16% or 160 students of the expected attendees joined.

In SY 2023-2024, the Career Development and Job Placement Office (CDJPO) of STI WNU conducted a series of activities to prepare the graduating class for their transition to the professional world, engaging approximately 645 students.

On October 19, 2023, the CDJPO held an orientation with varying attendance rates across colleges. The College of Education had the highest attendance at 93.33%.

Psychological tests and interpretations were conducted on October 28, 2023, November 11, 2023, and February 29, 2024, helping students align their career paths with their strengths and interests. A seminar on resume making and job application strategies was held on October 5, 2023, enhancing students' employability.

On April 12, 2024, Dr. Molina led a career coaching seminar focusing on self-assessment, goal setting, and strategic career planning. Mock job interviews on May 10 and June 24, 2024, provided practical experience for students, boosting their readiness for real-world interviews.

The Job Fair, the highlight of the senior activities, took place on May 31, 2024, with 30 companies participating. Participating industries include retail (hardware and home improvement), conglomerate (various industries including real estate, retail, and services), general services, business process outsourcing (BPO), environmental technology (energy solutions), migration services, hospitality (hotel), real estate, printing and publishing, information technology, distribution and wholesale,

presentation design services, healthcare (hospital), education, automotive (car dealership), and logistics and courier services.

For School Year 2024–2025, the Career Development and Job Placement Office (CDJPO) successfully implemented a series of activities designed to prepare graduating students to become confident, self-reliant, and productive contributors to the workforce both locally and nationally. In cooperation with the Guidance Office, the CDJPO ensured that students were given ample opportunities to develop their professional, emotional, and career readiness skills.

The first activity was the administration of the Psychological Test, Manchester Personality Questionnaire (MPQ), and Bar-On Emotional Intelligence Test. These assessments were conducted to help graduates gain self-awareness of their personality traits and emotional stability in handling workplace challenges. On March 3, 2025, the university psychometricians Kimberly Joy Mosquera, Rpm and Ma. Lynette Bodios, Rpm, interpreted the results to 1,000 students, representing 81.70% of the graduating batch.

On April 4, 2025, the CDJPO organized a Mock Job Interview activity to further enhance students' preparedness for the employment process. A total of 40 interviewers, composed of STI WNU faculty, non-teaching personnel, managers, and office heads, volunteered their expertise to coach and evaluate the participants.

On May 16, 2025, the CDJPO hosted a seminar titled "Future-Proof Your Career: Expert Tips on Resumes and Job Interviews – Both Virtual and In-Person." The seminar guided students in crafting effective resumes using proper templates, content, and formatting. In the afternoon, representatives from the Social Security System (SSS) conducted an orientation on membership, benefits, and application procedures, both online and in person. Students were able to successfully register and obtain their SSS numbers.

The highlight of the year was the Job Fair conducted on June 5, 2025, which gathered 21 companies across diverse industries to provide extensive career opportunities for graduating students and job seekers. Distinguished among the participants were leading corporations such as Universal Robina Corporation and SM Store, whose presence underscored the fair's caliber and its alignment with industry leaders in retail and consumer goods. Complemented by representatives from real estate, hospitality, business process outsourcing, finance, energy, media and communications manpower services, and the government sector.

This diverse representation of industries and employers highlights the range of career pathways for STI WNU graduates, spanning corporate, government, and education sectors – preparing them not only for Bacolod's evolving labor market but also for opportunities on national and global fronts.

Grand Alumni Homecoming

In commemoration of the Founding Anniversary of the University, STI WNU APO facilitates the grand alumni class reunion every second week of February.

On February 10-11, 2023, the 75th Founding Anniversary and General Alumni Homecoming was held at the University Gymnasium where over a thousand attended including the members of the University Management Committee, Deans, Principals, Alumni Officers, Alumni Awardees, and the host batches 1973 and 1998. The activities included a sunrise service, motorcade, attendee recognition, and recognition of distinguished alumni.

On February 18, 2024, the 76th Founding Anniversary and General Alumni Homecoming was held at the L' Fisher Hotel where more than 500 alumni attended including the members of the University

Management Committee, Deans, Principals, Alumni Officers, Alumni Awardees, and the host batches 1974 and 1999. The event was highlighted with the recognition of distinguished alumni.

On February 15, 2025, STI West Negros University celebrated its 77th Founding Anniversary and Alumni Homecoming with the culmination of Kasadyahan Season 11 under the theme “*Moving Beyond Vision 2025.*” The day’s events honored the institution’s rich history while also looking ahead to its future, reinforcing STIWNU’s role as a center of excellence and innovation in education. The event was further graced by the officers & Board of Trustees for 2024-2025 of the STIWNU Alumni Association which was led by Dr. Christine Julom.

Distinguished STI WNU Alumni

The University identifies alumni who excel in their respective fields. Sixty-one (61%) percent of these successful alumni are principals and CHED or DepEd supervisors. Thirty-one percent (31%) are heads and directors in government agencies.

Entertainment industry personalities are also identified among successful alumni: Allan Quilantang, TV host/comedian/actor; Richard Somis, Film Director; Jose Sixto (Dingdong) Dantes, Actor; and Mirtha Mae Chavez, Singer/Entertainer.

Successful PBA players include Yves Dignadice, Severino Baclo, and Mike Mustre. International dance athlete, Ashley Nichole Luna continues her career as an international coach and judge.

During the 75th Founding Anniversary and General Alumni Homecoming which was held on February 10-11, 2023 at the University Gymnasium, Outstanding Alumni Awards were given to May P. Bautista, PhD, DPA, and Josette C. Enofre, MBA, MEM, from the field of Education; Engr. Melchor R. Agujo, MBA, Engr. Camille A. Kwan, Engr. Sheila L. Medel, MCM, and Engr. Jurry A. Nabaja, MPA for Engineering; Joshua S. Fegidero, and Reynaldo D. Dofitas for Culture, Arts, & Sports; Hon. Jon N. Aying, PMA, MNSA, DPA, Rosemarie S. Blight, Dir. Marlo S. Guanzon, Ph.D, Rosalyn H. Lo, MAEd, Pmsg Oscar V. Magno, Jr., and PIO Iginio B. Sedonio, RN for Public Service; Jeza Joy P. Esmalla, CPA, MBA, Ph.D, Fe T. Gutierrez, CIS, and Irene P. Mamon, CPA, MBA for Banking and Finance; and Rodchar C. Abecino, Ma. Theresa L. Arevalo, Butch T. Bermudez, John Paul B. De La Cruz, Dorotheo B. Duhilag, Jr., Joyce G. Simkins, and Cecilia G. Toga for Business Entrepreneurship.

During the 76th Grand Alumni Homecoming on February 14, 2024, Most Outstanding Alumni Awardees were recognized. Most Outstanding Alumni Awardees in the field of Education were awarded to Ms. Gladys Amelaine D. Sales, Schools Division Superintendent of DepEd, Himamaylan Division and Dr. Delia B. Senoro, Assistant Vice President for International Linkages Relation and Development of MAPUA University. In the field of Engineering was awarded to Engr. Ronnie D. Malignat, Mechanical Maintenance Engineer of Kuwait Oil Company, Ramil E. Jamelo, President of Seafood Corporation for Business, and Shareen J. Caelian, Chief Administrative Officer, Finance Division of Corazon Locsin Montelibano Memorial Regional Hospital (CLMMRH) for Public Service.

Alumni Meritorious Awardee was awarded to Dr. Ryan Mark S. Molina, Executive Vice President of STI West Negros University.

iACADEMY

The Alumni Relations unit of iACADEMY's Office of Student Affairs and Services serves as the liaison between iACADEMY and its alumni. It aims to provide alumni with opportunities and programs to become game changers in their respective fields, and be able to share their experience and knowledge with the school. It provides assistance to organized alumni in their various activities. It also encourages

participation of alumni in various activities of the school, promotes a sense of pride among all graduates, and provides opportunities for further professional development of the alumni.

Job Opportunities and Career Advancement

The Alumni Relations unit coordinates with the Internships and Placement unit, Guidance unit, and Academics department of iACADEMY in order to endorse recent alumni graduates for employment opportunities with Industry Partners. Job openings coming in from other iACADEMY units are also disseminated to alumni through various Alumni Relations' communication channels.

The Alumni Relations unit also leads knowledge sharing and networking events that provide iACADEMY alumni with opportunities to learn about the latest innovations and best practices in their respective fields from industry experts, fellow alumni, and professors.

Career and Life Guidance

The Alumni Relations unit offers services with career guidance and life mentoring with the help of the Internships and Guidance units. iACADEMY goes the extra mile to extend services beyond graduation such as counseling and coaching in relation to the alum's life and career.

iACADEMY Alumni Online Network

The iACADEMY Alumni Online Network aims to strengthen the connection among alumni of the school. This network is being developed to serve as a portal for alumni to update their information and provide possible partnerships and mentoring opportunities.

Outstanding Alumni

- JR Parelejo – Winner, 2004 International Marketing Competition – Feathers to Fish
- Krista Lozada – First in Asia to perfect an international certification exam for IBM's Websphere Software, 2007
- Jeanne Harn – Ms. Philippines–Earth 2007; Co-founder, CEO, and Instructor of Imahe Academy, a personality development school.
- Isamu Shinozaki – Microsoft MVP (Most Valuable Professional), 2010
- Aisaku Yokugawa – 2012 Philippine Ambassador for Operation Smile International/ International Jazz Singer
- Vinzel C. Frago – Awardee (Full Scholarship), Master of Science in Technopreneurship and Innovation, Nanyang Technological University, Singapore, 2013
- Nielson Henri Riddle – Outstanding Alumni Awardee 2014
- Justine Lawrence Gonzales - Scriptwriter and story director of "Alamat ng Unang Unggoy," which received an honorable mention from the Film Academy of the Philippines in 2017.
- Mikee Wong, Anthony Garcia, Raphael Atento, Allen Paul Esperanza, Angelo Bones, Michael Francis Fernando, Maika Salvador, Enrico Usigan, Jason Luis Fungo - Their mobile application for dyslexic children, "Hear I See," was a finalist at the Global HIT (Health+Innovation+Technology) Challenge in 2017.
- Jennelyn Castillejo and Krizia Villanueva – Creators of the Short Film Thesis "Yolanda" which won the Best Student Film Award at the International Film Festival Manhattan held on October 22, 2015
- Carl Francis Samarista and Boris Membrere - Multimedia Arts and Design graduates who were part of the team that won Best in Visual Effects at Metro Manila Film Festival for "Ang Panday" and FAMAS awards for Best Visual Effects in 2019 for "Goyo: Ang Batang Heneral.

- Patrick Jude Matanguihan - His short film, "Luisa at Guada," became a finalist in the Open Category of the 2018 CineFilipino Film Festival.
- Arianne Arbolado - A BS Animation 2018 graduate who became a Toon Boom Certified Animator in 2019.
- Joshua Villena - Exhibited his works at various international venues, including "Influencers - Between Germany and Manila" (2019), "Manila Flame" (2019), "Art in Community Identity" (2019), "Figurative in the Context of Philippine Art" (2019), "SouthArts Festival" (2019), "Affordable Art Fair" (2019), "iMAGINEnation" (2019), "Premio Combat Prize, Italy" (2020), and "Apollo Street" (2022).
- Karen Cate Arabit - Currently serving as the Chief Technical Officer, Ayahtek Corp.
- John Christian Roma - Qualified for two (2) competitions at CCP Gawad Alternatibo, including the Experimental Category with his work "Circle of Life" and the Documentary Category with his work "IBAYO."
- Ciara Baello - Named Campaign's Southeast Asia Young Achiever of the Year on December 2, 2022, at the Ritz-Carlton Singapore. She also ranked 24th in the Philippines' Hottest Creatives of 2021 by Campaign Brief Asia.
- Dexter Go - Secured a place in the Top 10 at the Real Estate Appraisers Licensure Examination (2022)
- Clark Yeung - Ranked 3rd in the Real Estate Brokers Licensure Examination (2023)
- Queenzi Comiso - Ranked 5th in the Real Estate Brokers Licensure Examination (2023)
- Julian Joyce Galang was featured in Preview Magazine on December 28, 2023, for her artwork "Over 2°." Inspired by her environmental advocacy and the climate crisis.
- Mary Ann Roque - Ranked 3rd in the 2024 Real Estate Brokers Licensure Examination
- Enrico Francisco Manalansan III, Janine Juanitas Ong, Davian Lee Chen - All ranked 4th in the 2024 Real Estate Brokers Licensure Examination.
- Patricia Au Armamento - Ranked 8th in the 2024 Real Estate Brokers Licensure Examination
- Jonathan Gabriel Agustin - Ranked 9th in the 2024 Real Estate Brokers Licensure Examination
- Ish Barrozo - Featured as one of MEGA's 32 Best Emerging Designers: The Bold Visionaries on February 2, 2024.
- Isaiah Omaña - Won Best Sound and Best Editing for his capstone project, "Pusoy Dos" in SinepiyuXVI on May 2, 2024.
- Vic Fajatin - A finalist in the MEGA "The Young Designers Competition Philippines 2024 on May 8, 2024"
- Eugene Malabad, the founder of Killjoy Studios, a contemporary streetwear clothing brand, was featured as one of MEGA's 32 Best Emerging Designers: The Bold Visionaries on February 2, 2024.
- Joshua Villena - Launched "The Arrival of Yeshua," his debut solo exhibition at Giani, New York, in 2024.
- Emmanuel Riñoza - One of the featured designers at Style Conquest 2024.
- Jayanne Rochiel Santos - Styled Mary Araja, the newly crowned Mutya ng Pasig 2024.
- Danica Sy - BS Animation graduate was a Top 10 Finalist for Animahenasyon 18: The 2024 Philippine Animation Festival with her work "Silbi." She was also one of the Top 10 participants of the Post-Animahenasyon Creative Mentoring and Pitching Competition
- Eldin Ronley Mangaoang- Another BS Animation graduate was a Top 10 Finalist for Animahenasyon 18: The 2024 Philippine Animation Festival with their work "Yakap sa Isang Bituin"
- Brandon Prieto- A 2019 AB Multimedia Arts and Design graduate bagged the Best Cover Art in the 2024 37th Awit Awards for his work on Gabby Alipe and John Dinopol of Urbandub's album "Rebirth."
- Cedrick Labadia, John Christian Roma, & Baj San Jose - AB Film and Visual Effects and AB Multimedia Arts and Design graduates won the Best Production Design, Best Director,

and Best Film during the The Manila Film Festival 2024 for their work “threefor100: o ang tamang porma ng pag uukay at iba pang mga bagay, i think!”

- Cedrick Labadia, John Christian Roma, & Baj San Jose _ AB Film and Visual Effects and AB Multimedia Arts and Design graduates and their work “threefor100: o ang tamang porma ng pag uukay at iba pang mga bagay, i think!” was a Finalist in the Wide Angle: Asian Short Film Competition – 29th BUSAN International Film Festival 2025
- Bea Santiago, Alma Faith Ramos, & Lee Moreno - AB Multimedia Arts and Design alumni took home the 9th Place for their work in the Young Creatives Challenge 2025: Graphic Novel Category

Institutional Linkages

STI ESG

STI ESG continues to identify and strengthen institutional linkages, memberships, and cooperation agreements to establish meaningful collaborations that enhance the students’ learning experiences and improve graduates’ employability. These partnerships span areas such as on-the-job training (OJT), employment opportunities, courseware development, faculty training, employment preparation seminars, job fairs, and scholarship grants, all of which contribute to STI’s mission of preparing students for future success.

Accenture

STI ESG maintained a strong collaboration with Accenture, cemented through a three-year partnership that spans internship program, curriculum integration, and career development programs. In SY 2022-2023, 68 students from STI Colleges Global City, Ortigas-Cainta, and Caloocan developed various IT applications for the company as part of their IT practicum. Students successfully completed their projects became candidates for Software Engineer Associates in Accenture and were exempted from the technical exam. In SY 2023-2024, a group of 65 BS Information Technology students participated in the Accenture Technology Academy program, receiving intensive training in SAP ABAP and Salesforce. Subsequently, 45 students who successfully completed the training were hired after job interviews, bypassing the initial assessment. For SY 2024-2025, the Accenture Academy program continued to offer specialized training and hands-on experience in current and emerging technologies. This collaboration focused on four specific tracks: SAP ABAP, Cloud Infrastructure, Frontend Development, and Salesforce. The program served as a direct pipeline to employment, with 71 of 110 participants accepting a job offer upon completion of training.

Amadeus Marketing Philippines, Inc.

STI ESG renewed its partnership with Amadeus, a provider of Global Distribution System (GDS) training and certification, on September 8, 2022. The Amadeus Reservation Essentials training is integrated into the Applied Business Tools and Technologies in Tourism courses. This GDS certification provides STI students with a better standing for employment in the tourism industry, particularly with travel agencies and airline companies.

Carnival Cruise Line (CCL)

The partnership with international cruise company Carnival Cruise Line was formalized with a signing event on September 30, 2022. This agreement strategically integrates CCL’s recruitment and training needs with STI ESG’s infrastructure. The partnership allows CCL to operate a 610-square-meter recruitment center within the STI College Pasay-EDSA campus, in cooperation with its recruitment agency, United Philippine Lines. This facility is equipped with a mezzanine, a crew welfare and manning office, and pre-departure orientation seminar rooms. STI ESG further committed to providing facilities tailored to CCL’s standards, including specialized kitchens and state-of-the-art lobby and lounge areas. The collaboration also includes the Carnival Apprenticeship Program (CAP), which provides qualified BSHM and BSCM students with a rigorous five-month onboard culinary

experience, directly preparing them for successful careers in the global cruise line industry. Demonstrating the program's success, a total of 84 students have already onboarded since February 2024.

Center for Integrated STEM Education (CISTEM)

STI ESG forged a partnership with CISTEM, a Unilab Foundation program renowned for promoting quality STEM education. A Memorandum of Understanding (MOU) signing ceremony on April 4, 2024 affirmed a shared vision to elevate STEM education through faculty training and learner engagement programs.

Key initiatives include STEM TRIP (Theory to Real-world Industry Practices), which immerses STI teachers in real-world industry settings and the Teach SMART (or Supporting Mastery and Resource-Building Techniques of Teachers) program, which equips educators with specialized pedagogies. CISTEM also offers the Teach SMART STEM NEXUS programs, designed to enhance teaching standards across STEM subjects by providing educators with specialized training, industry immersions, and vital resources. Additionally, CISTEM is set to launch the STEMKonek Mentoring Platform website to provide students with easier access to mentors in science, engineering, and technology disciplines.

Citibank

Citibank, a global financial titan, is committed to imparting invaluable wisdom about future careers in Information Technology. A career talk was held at STI Academic Center Ortigas-Cainta on September 22, 2023, where Citibank discussed opportunities such as the Graduate Analyst program. By October 2023, STI students gained access to IBM Z concepts, a fundamental technology at the core of Citibank's operations, ensuring students receive unique hands-on experience that directly bridges the gap between education and professional life.

City of Dreams

STI collaborates with City of Dreams to provide essential on-the-job training (OJT) programs. These immersive OJT opportunities are critical for students enrolled in Tourism and Hospitality Management programs, offering them direct exposure to the high operational standards of a major integrated resort.

Department of Education (DepEd)

STI ESG partnered with DepEd in support of the National Learning Recovery Program through the latter's National Learning Camp (NLC). STI College contributes to this effort by offering its existing program, the STI Career Camp, a free workshop for Grade 10 and Grade 12 students. This program provides students with hands-on experience in their career path through modules on entrepreneurship, mobile photography, game development, and baking.

Department of Labor and Employment (DOLE)

STI ESG solidified its commitment to graduate employment by inking a Memorandum of Agreement with DOLE on July 11, 2023. This partnership is designed to strengthen the provision of employment opportunities for STI students after graduation. The collaboration includes seminars and workshops to effectively prepare students for the demands of the job market.

Fasttrack Solutions, Inc.

STI ESG and Fasttrack Solutions, Inc. signed a Memorandum of Agreement on November 15, 2022, authorizing STI ESG to integrate SAP Business One on Cloud into multiple programs: BS Accountancy, BS Management Accounting, BS Accounting Information System, BS Information Technology, BS Business Administration, and BS Retail Technology and Consumer Science. This platform is accessible to both students and teachers on varied devices within specified laboratory schedules.

Globe Telecom

In its effort to provide students with innovative opportunities, STI ESG signed a partnership with major telecommunications provider Globe Telecom, Inc on January 11, 2024. This collaboration primarily opens an array of internship opportunities for STI students to enjoy at the country's largest mobile network, bridging the gap between the academe and the corporate world.

Huawei

The partnership between STI ESG and Huawei was highlighted by the turnover of the Huawei Smart Classroom, a digital innovation designed to transform educational models. During this event, Huawei introduced the IdeaHub board, an interactive whiteboard that revolutionizes both online and face-to-face education with technological advancements. Furthermore, Huawei technologies have been integrated into specific courses, including Network Technology 1 and Network Technology 2. The collaboration also provides select students with free Huawei certification exam vouchers, resulting in 221 students from various campuses achieving certification during SY 2022-2023.

Manila Marriott Hotel and Sheraton Manila Hotel

The first-ever Marriotternship program was launched, selecting 11 top performing BS Hospitality Management students from various STI campuses across the country. From March 15 to June 14, 2022, these students were immersed in the hospitality management industry's best practices within both Manila Marriott Hotel and Sheraton Manila Hotel, providing an essential experiential journey.

SGV & Co.

Through the SGV Academy, STI ESG secures invaluable academic support by providing free seminars to both faculty members and students. For faculty and courseware developers, the collaboration offers advanced webinars on topics essential for financial and accounting education, such as: Practical Guide on Income Taxation, Corporate Taxation, Accountants as Transformation Leaders, and an Auditing in a CIS Environment Workshop. The partnership also benefits students directly with webinars on career development and emerging technologies for BS in Accounting Information System and BS in Management Accounting students.

The BLOKC (Blockchain Lead Organization & Knowledge Center)

STI ESG inked a partnership with The BLOKC on August 8, 2023, with the strategic goal of providing students with unique opportunities to acquire competitive technological skills that are in highly sought after in the job market. This collaboration bridges the gap between traditional education and the evolving tech industry by granting students access to The BLOKC's resources, including workshops, seminars, webinars, and hands-on training sessions conducted by industry experts.

STI WNU

Huachiew Chalermprakiet University (HCU), Thailand

On July 1, 2022, seven faculty and student researchers presented their respective studies at the 9th National and International Conference with the theme, "Research to Serve Society." STI WNU was also a co-host of HCU in this research conference via Zoom. The research presenters were Dr. Jake Laurence Mercado, Dr. Lyka Garcia, Dr. Yasmin Pascual-Dormido and Dr. Monijeane Espeleta, Dr. Bryan Tirol, Dr. Cherry Praico.

Thirteen faculty and student researchers participated in the 11th Huachiew Chalermprakiet University International Academic Conference in Thailand on July 25-26, 2024. Seven studies covering different academic areas were presented and published by students and professors of STI WNU. The university was a co-host of the international research conference. The faculty researchers were Dr. Mima Villanueva, Dr. Yasmin Pascual-Dormido, Miss Winnie Joy Mananap, Ms. Anamor Jerez, Ms. Edna Maricon Arca, and Dr. Annie Christy Jones. The student researchers were Chloe Milan (CCJE), Trisha May Francisco (Education), Cloue Angad (CBMA), Mayrold John Alonsagay (PhD), Jovito Cesar Sayson (Master in Public Administration).

Universitas Galuh, Ciamis, West Java, Indonesia

STI WNU and Universitas Galuh (UniGal) renewed its partnership through the signing of a Memorandum of Understanding (MOU) in UniGal, in Ciamis, West Java, Indonesia, on June 25, 2024. The newly-signed MOU is effective for three (years). The STI WNU delegation led by its Executive Vice President and Chief Operations Officer, Dr. Ryan Mark Molina, Vice President for Academic Affairs Dr. Mima Villanueva and External Affairs and Linkages Head Dr. Yasmin Pascual-Dormido collaborated with the Fakultas of Ekonomi and Faculty of Teacher Training and Education in the two-day Joint International Symposium held on June 26 and 27, 2024 in UniGal. Dr. Villanueva's lecture focused on Sustainable 21st Century Economy. Dr. Dormido's lecture was about Sustainable Education while Dr. Molina's lecture was about Transformational Leadership. The organizer of this symposium was the Fakultas Ekonomi. Students and educators of the Fakultas Ekonomi and UniGal officials and guests from other schools attended the symposium dubbed, "Green Economy for Sustainable Development". Dr. Dormido was among three female lecturers in the international joint symposium entitled, "Conservation and Culture-Based Sustainable Education in Post-Method Era" organized by the Faculty of Teacher Training and Education Sciences on June 27, 2024. Professors Yeni Wijayanti, S.S., M. Hum. and Lia Yulisma, S. Pd., M. Si. shared the results of research conducted in Kampung Adat Kuta, a traditional community in West Java, Indonesia that is a template of environmental and cultural conservation because of sustainable practices of its people. Students and teachers of the Faculty of Teacher Training and Education Sciences, and UniGal officials and officials of invited schools attended the said symposium.

STI WNU and UniGal's Researcher Offices are working together with research-related endeavors, providing expert and seasoned researchers as members of the peer review committees of the partner universities and being part of the editorial board of their research publications.

Since the first signing of an MOU with UniGal, STI WNU has been collaborating with UniGal in the conduct of various virtual lectures that involved educators from the College of Hospitality and Tourism Management, College of Education and the College of Arts and Sciences. STI WNU's School of Graduate Studies, specifically the Public Administration Program of the College of Business Management and Accountancy has collaborated with UniGal in holding the virtual Law Lectures with former Bacolod City Councilor and Atty. Caesar Distrito who is also a product of the Doctor in Public Administration Program of the School of Graduate Studies and a part-time professor in the College of Business Management and Accountancy in 2022.

On June 24, 2025, it renewed its existing MOU with Universitas Galuh, Ciamis in West Java, Indonesia.

GEO-Global Educators Professional Enhancement International Organization

STI WNU partnered with GEO-Global Educators Professional Enhancement International Organization, a Manila-based company, in providing a 120-Hour TESOL Certification Course to students and professionals who wanted to enhance their skills in teaching English to both young and adult learners.

Metro Bacolod Chamber of Commerce and Industry (MBCCI)

STI WNU is the first academic institution in Bacolod City and Negros Occidental that has entered into a Memorandum of Agreement in order to improve the quality of the workforce. STI WNU and MBCCI inked the MOA on June 28, 2023. Dr. Mima Villanueva, Dean of the College of Business Management and Accountancy said the partnership provides the academe and the industry a venue to share resources in conducting co-curricular activities such as training, lectures, consultations, fora, career orientation, advocacy campaigns, on-the-job training, and related endeavors to bridge the gap between what academic institutions produce in terms of graduates and the manpower needs of the industry. Since the signing of the MOA, both parties have been collaborating in enriching the curriculum of tertiary, graduate, and postgraduate programs, updating faculty and students with first-hand

information on current business trends. Dr. Villanueva and Dr. Yasmin Pascual-Dormido, Head of External Affairs & Linkages, are members of the Education Committee of MBCCI.

The partnership with MBCCI linked the university with the Philippine Chamber of Commerce and Industry in the Visayas. Former Vice President for Academic Affairs Dr. Villanueva and current Head of External Affairs & Linkages Dr. Dormido attended the 32nd Visayas Business Area Conference (VBAC) in Panglao, Bohol on July 25-27, 2023. The STI WNU delegates were invited by the PCCI Visayas to represent the academe in the business area conference. STI WNU was cited in the conference for trailblazing in reaching out to the business sector for partnership and collaboration. The keynote speaker was Sen. Mark Villar, Chairman, Committee on Trade, Commerce and Entrepreneurship.

MBCCI has been actively collaborating with the University, particularly with the College of Business Management and Accountancy and Public Administration Programs in the School of Graduate Studies. Atty. Juliana Carbon, president of the MBCCI, and Mr. Frank Carbon, Vice President of PCCI Visayas and Co-Chair of the PCCI Energy & Power Committee and VP for Governmental Affairs of MBCCI, were resource speakers in the Tycoon Talk Series: From Idea to Enterprise (A Guide for Aspiring Entrepreneurs) talk at the Teodoro Hall of STI WNU on April 11, 2024. The Tycoon Talk Series is the CBMA's Awareness Advocacy Campaign that brings together students, entrepreneurs, and industry experts in one venue. The activity welcomes tertiary and Senior High School students from public and private schools as part of the university's promotion of inclusive and collaborative education. STI WNU also made representation in the Electric Power Forum held in L'Fisher Hotel on March 20, 2024. The forum organized by the PCCI and MBCCI gathered all electric power stakeholders to work together to improve the reliability and sustainability of electric power supply in Negros Island. All the players in the electric power supply chain were present. This included the generators, transmission company, distribution companies, and the Department of Energy. The planning and policy making agency of government discussed their role in the supply chain and how to ensure power supply is reliable and sustainable to lessen power outages and prevent blackouts.

Marketing students at the College of Business Management and Accountancy participated in the Negros Agribusiness Expo 2024 SM City Bacolod on June 25-26, 2024. Students listened to various lectures from entrepreneurs and industries featured at the expo.

Former MBCCI Chief Executive Officer and Vice President and Director for Energy & Water Frank Carbon introduced students to the socio-economic development cycle where the business sector cooperates and collaborates with the academe and the government in order to provide jobs and produce graduates who are not only educated but are also well-equipped with skills and knowledge relevant to the needs of specific industries. In the seminar entitled, "Beyond Yourself", on October 4, 2023, Carbon also emphasized the critical role of the business sector in actively helping in curriculum development in order to prevent job mismatches when graduates apply for jobs. The seminar was attended by educators and students at the College of Business Management and Accountancy (CBMA).

Catholic Ming Yuan College

STI WNU's partnership with Catholic Ming Yuan College (CMYC) was formally sealed through a MOA signing on November 28, 2023. The partner institutions are working together to develop academic areas of mutual interest.

The partnership with CMYC has opened doors of opportunity for possible collaboration with their international partners like Nanhua University in Taiwan. On January 16, 2024, CMYC Pres. Fr. Yongxing Cui brought to STI WNU Dr. Chun-Chun Lin, Dean of International Affairs and Prof. Yao-Ming Hong CEO of Sustainability Center. Prof Yao-Ming Hong shared to academic deans and program heads and student leaders of STI WNU Nanhua University's commitment to combating climate change, aiming for 100% carbon neutrality by 2050. Dr. Lin, on the other hand, conveyed enthusiasm for future collaborations. Dr. Lin also presented to students of STI WNU's School of Basic Education and graduating tertiary level students their scholarship programs.

STI WNU EVP and COO Dr. Ryan Mark Molina and Dr. Yasmin Pascual-Dormido, Head of the BA Communication Program and of the External Affairs & Linkages Office conducted a Basic Communication Skills Workshops for AB English and Agriculture students of CYMC on February 6, 2024. The students who are children of farmworkers and scholars of the province experienced undergoing workshops on public speaking for the first time. They were also able to engage and collaborate with STI WNU SWAT members who helped facilitate the two-day workshops held in CYMC campus and STI WNU campus.

On May 6, 2024, CYMC Agriculture students attended the Tycoon Talk Series that featured two student entrepreneurs from the University of St. La Salle Bacolod and a part-time CBMA professor who is a full-time entrepreneur, Mr. Frederick Zamora. Mr. Zamora shared his social enterprise which helps women in remote towns in Negros Island earn through pandan weaving. The two guest student entrepreneurs shared their struggles and experiences in putting up their businesses. Since the lecture brought together students from different private and public schools at the tertiary and secondary levels, students at our partner school got exposed to fellow students and shared insights with them.

On May 20, 2024, CYMC students were invited by the College of Arts & Sciences to the CAS Week Celebration that featured various activities and competitions like newscasting, voice-over contest and advocacy challenge, among others. These activities were organized and facilitated by BA Communication students and faculty members. The students of CYMC also participated in the newscasting workshop conducted by Dr. Yasmin Pascual-Dormido who is a veteran broadcast journalist.

Keimyung University

STI WNU's partnership with Keimyung University has benefited its students in many ways. On January 22, 2024, Dr. Kim Sang Woo, Dr. Kim Kyung Hee and Dr. Seo Jung Soom, the Dean of Keimyung Adams College, distributed certificates of fellowship and financial support to select students of STI WNU. The students who received the fellowship grants were Angel Villan (BS Psychology) of the College of Arts & Sciences, Queen Shanly Morados (BSEd) of the College of Education, Jerzyl Cabaya (BS Criminology) of the College of Criminal Justice Education, Jade Villarez (BS in Information Technology) of the College of Information and Communications Technology, Kia Kaytlyr Seva (BS in Civil Engineering) of the College of Engineering and John Kenneth Tiad (BS in Accountancy) of the College of Business Management and Accountancy. Also present at the event were students from Keimyung University who were in the province for community extension work.

Institut Bisnis Dan Informatika Kesatuan (IBIK), Bogor, Indonesia

STI WNU entered a Memorandum of Understanding (MOU) with Institut Bisnis Dan Informatika Kesatuan (IBIK) in Bogor Indonesia on June 25, 2024. IBIK is a member of the consortium of schools of Universitas Galuh. The two academic institutions agree to jointly develop some or all of the activities mentioned in the MOU based on their academic and educational needs. These include exchange programs, research collaborations, joint lectures, faculty and student mobility and sharing of best practices, among others.

Sekolah Tinggi Agama Islam (STAI) Putra Galuh, Ciamis, Indonesia

Sekolah Tinggi Agama Islam (STAI), another new partner of STI WNU inked a Memorandum of Understanding with the said university on June 25, 2024, in Ciamis, Indonesia. STAI and STI WNU agreed to exchange research materials, publications, and information; collaborate and offer distance learning courses; and co-host research conferences and other academic activities. The MOU is valid for five (5) years and takes effect upon signing.

Universitas Cipasung (UNCIP) Tasikmalaya, Indonesia

STI WNU and Universitas Cipasung (UNCIP) inked their partnership in Ciamis, Indonesia on June 25, 2024. The partner universities are currently developing programs that will promote distance learning

courses; conduct research conferences and collaborate for the publication of research of both its students and teachers; exchange students and faculty members, among other academic and non-academic endeavors. The Memorandum of Understanding is in effect for five (5) years upon signing. STI WNU is scheduled to visit its new partner UNCIP in November this year as the two universities embark on their first collaborate endeavor this year.

Universitas Subang (Unsub), Indonesia

Universitas Subang, Indonesia, and STI WNU agreed to enter into a formal collaborative agreement based on the foundation of trust for the mutual benefit and development of the two academic institutions. The two universities signed the Memorandum of Understanding on June 25, 2024, in Ciamis, Indonesia. Unsub and STI WNU are jointly developing programs and activities related to research, distance learning, joint lectures, exchange faculty and students, and other activities for academic, and non-academic staff.

Universitas Cipasung (Uncip), Indonesia

On November 19, 2024, STI WNU and Universitas Cipasung (UNCIP) in Tasikmalaya, Indonesia, jointly organized an International Seminar featuring lecturers from both institutions. Representing STI WNU were Dr. Mae B. Lodana (CICT), Dr. Mima Villanueva (CBMA), and Dr. Yasmin Pascual-Dormido (EALO). Centered on the theme “*Empowering the Future: Digital Innovation and Sustainable Solutions for Social and Small Enterprises*,” the seminar highlighted collaborative academic efforts in advancing digital innovation and sustainability.

Jeonbuk National University (South Korea)

STI WNU’s College of Information and Communications Technology (CICT), in collaboration with EALO and ILO, partnered with Jeonbuk National University (JBNU) in South Korea for an Internship/Immersion, and Capstone Project Program held from June 30 to July 25, 2025. Two JBNU students spent four weeks at STI WNU working alongside CICT students on a Capstone Project and visiting IT start-up companies in Bacolod and Bago City to promote academic collaboration and industry exposure. A new batch of JBNU students is set to arrive soon to continue the same collaborative program, further strengthening ties between the two universities.

Nanhua University (Taiwan)

STI WNU and Nanhua University (NHU), a leading institution in Taiwan known for its commitment to Environmental Sustainability and Life Education, signed a Memorandum of Understanding on June 25–28, 2025, in Dalin Township, Chiayi County, Taiwan. The partnership introduces NHU’s distinct 1 + 1 program and covers student exchange, international lectures on education and environmental social governance (ESG), SDG-aligned and ESG-compliant practices, and benchmarking initiatives which strengthens academic collaboration and promotes sustainable development between the two Universities.

Jose Rizal University

STI WNU and Jose Rizal University (JRU), both autonomous institutions, formalized their partnership through a Memorandum of Understanding signed on April 15, 2025, following exploratory talks facilitated by EALO that began on March 12, 2025. Strengthening this collaboration, a Virtual Public Talk was held on May 7, 2025, organized by the University of Malaysia in coordination with JRU and STI WNU. The lectures focused on cultural awareness in the Philippines, differentiated instruction for teaching and learning, and student engagement with feedback—initiatives aligned with the goals of the tripartite MOU among the three universities.

K5 News FM Philippines and Bacolod City Department of Education Yuhum Bacolod Partnership: Battle of the Brains

Bacolod City Department of Education (DepEd), led by OIC Schools Division Superintendent Reynaldo G. Gico, 5K Broadcasting Network, Inc., led by Chief Executive Officer Ramel Y. Uy, and STI WNU,

represented by Executive Vice President Dr. Ryan Mark S. Molina, officially sealed an agreement for the 2nd Yuhum Bacolod Battle of the Brains on March 15, 2024.

Aligned with Republic Act 8525, also known as the "Adopt-A-School Program," which aims to enhance the learning environment and address resource shortages in public schools, this project seeks to foster student development through engaging activities and programs.

Signing the agreement were Dr. Molina, along with Eljohn Castaño, Network Operations Manager of K5 News FM Philippines, and Dr. Gregorio C. Moyani Jr., Chief Education Program Supervisor of Bacolod City Division, as well as Dr. Rey T. Eslabon, Assistant Vice President for Academic Affairs at STI WNU.

Furthermore, STI West Negros University, Inc. offers technical assistance during project execution, along with providing essential equipment and personnel. This Battle of the Brains, participated in by 26 public high schools within Bacolod City, was held on March 17, 2024, at Ayala Mall.

Today English LTD Partnership (TELP) & Local Teacher Trainings

STI WNU College of Education, Arts and Sciences had gone international by sending students to Sakahorn Pattana School and Watpiyawattanaram School in Thailand for trainings. The University also collaborates with Today English Language School based in Bangkok, Thailand for the internship program of Education and AB English students.

Asian University Digital Resource Network & German Development Cooperation

STI WNU has international linkages for research purposes. STI WNU has two international linkages, namely: Asian University Digital Resource Network (AUDRN) and German Development Cooperation (GIZ). For this purpose, both organizations provide financial support while STI WNU provides logistics and human resources. As for national linkages, Miriam College, DepEd Kabankalan and Partnership for Clean Indoor Air (PCIA) help provide human resources and logistics in conducting research.

Association of Administrators in Hospitality, Hotel and Restaurant Management Educational Institution (AAHHRMAI); Council of Hotel and Restaurant Educators of the Philippines (COHREP); Tourism Educators and Movers Philippines (TEAM PHILS WV); Hotel and Restaurant Association of Negros Occidental (HRANO); Bacolod City Tourism Office and Department of Tourism Region VI

STI WNU is an active member of the following: AAHHRMEI, COHREP, TEAM PHILS WV, HRANO, and the Bacolod City Tourism Office and Department of Tourism Region VI. A first-hand information update about the industry knowing that most of the national officers are consultants, technical committees of government agencies such as CHED, DOT, and TESDA.

Corazon Locsin Montelibano Regional Hospital & Philippine Mental Health Office

The Psychology students undergo actual industry training at Corazon Locsin Montelibano Regional Hospital and Philippine Mental Health Office, Negros Occidental Chapter.

Philippine Society of IT Educators (PSITE) and Bacolod-Negros Occidental Federation of ICT (BNeFIT)

The College of Information and Communications Technology continues to be an active member of PSITE and BNeFIT. STI WNU students acquire their real-life training in the IT departments of the Bureau of Internal Revenue, Bacolod City Library, and Department of Agrarian Reform.

Junior Philippine Institute of Chemical Engineers (JPICE); Philippine Institute of Civil Engineers (PICE); Institute of Integrated Electrical Engineers of the Philippines (IIEEP); Institute of Electronics Engineers of the Philippines (IEEP) and Philippine Society of Mechanical Engineers (PSME)

The students at the College of Engineering remain as active members JPICE, PICE, IIEEP, IEEP and PSME.

Globe Telecom

In collaboration with Globe Telecom, STI WNU has provided Wi-Fi services within the campus. This helps the students with their research studies and access to the eLMS.

BCPO, BFP, BJMP, NBI for BS Criminology

STI WNU collaborates with other organizations for students' training. These include John B. Lacson Colleges Foundation Training Center for Maritime students; Bacolod City Police Office (BCPO), Bureau of Fire Protection (BFP), Parole and Probation Office of Bacolod City, Philippine National Police RTS-6, Carmela Valley Subdivision and Bureau of Jail Management and Penology (BJMP) and National Bureau of Investigation (NBI) for Criminology students.

PNB, DBP, Yusay Credit & Lending Corp.

STI WNU has tied up with several banks and a lending company for the on-the-job training (OJT) of Business students: Philippine National Bank (PNB), Development Bank of the Philippines (DBP) and Yusay Credit and Lending Corporation.

Jobs Café: A Work for the Future Program

The University, through its External Affairs and Job Placement Office, had found opportunity to support the continuing education of students through partnership with BPO and fast-food companies that could provide employment to qualified students. Currently, two BPOs partnered with STI WNU.

To date, the Jobs Café Program has successfully facilitated employment for three (3) of its students at Panasiatic Solutions, which demonstrates the program's effectiveness in bridging the gap between education and the workforce.

iACADEMY

999 Tier Infinity Group Inc.

A Filipino firm specializing in product development, including formulation, packaging, labeling, licensing, regulatory compliance, marketing, and FDA-licensed drug importation.

Aboitiz Construction, Inc. (ACI)

The privately held construction company of the Aboitiz Group, with almost 50 years of nationwide experience in heavy industries, light industries, infrastructure, and industrial maintenance. ACI has extensive expertise in building plants across various sectors, including power, oil and gas, chemical, cement, mining, logistics, and manufacturing. In infrastructure, ACI has successfully completed projects involving transmission lines, substations, land development, and marine works.

ACCESS ONLINE (Alternative Center for Continuing Education and Seminar Solutions, Inc.)

ACCESS provides more accessible alternatives to the traditional delivery of continuing education for lawyers, accountants and other professionals.

AGC Power Holdings Corp.

AGC PHC is a company that empowers and supports Filipino innovators in various industries, such as media, marketing, and e-commerce. It is led by Archie Carrasco, a marketing innovator with decades of experience and a vision of revolutionizing Philippine media.

Alliance End to End Solutions, Inc.

Alliance End to End Solutions, Inc. is a global IT services and solutions company. Alliance was established in 2000 and has since grown to become one of the Philippines' largest and most respected independent software development outsourcing companies.

Animation Outsourced

Started in 2012, Animation Outsourced is a full-service animation studio, with a production facility in the Philippines and with clients worldwide. It creates animations for explainer videos, cartoon series, TV & web content, e-learning, and custom projects.

Aratum

A software company headquartered in Hong Kong that provides Asia's premier enterprise resource software vendor. It empowers modern businesses across the globe with an integrated suite of software solutions that connect all parts of a business, enabling companies to effectively evaluate, predict, and respond to market movements with agility and efficiency.

Arsmith Creative House Co. (Arsmith Studios)

Arsmith Creative House is a multimedia studio that specializes in creative design solutions where unique visualizations and bold aesthetic approaches are employed in order to make each project relevant, bespoke, and a force above the rest.

Asia DTWords 24/7 Philippines, Inc. (Datawords)

Datawords is a multicultural agency that uses AI and human intelligence to localize content for international brands. It offers services such as e-retail, social media, website, automation, SEO, influence and e-PR.

Asia Pacific Consortium of Researchers and Educators, Inc. (APCORE)

The Asia Pacific Consortium of Researchers and Educators (APCORE) is a membership-based professional organization of individuals, institutions and organizations that is committed and focused on the development of research, knowledge, and academic values in the Asia Pacific Region.

Asia Society for Social Improvement and Sustainable Transformation (ASSIST Asia)

ASSIST was established in 2003 with the aim of addressing sustainability challenges in the Philippines. Today, it has evolved into a self-sustaining, Pan-Asian, non-profit organization driven by passion and purpose for progress and prosperity in the region, providing services for development consulting, private sector partnerships, and creative services.

Asurion Hong Kong Limited ROHQ

Asurion is a global leader in technology care, dedicated to eliminating the fears and frustrations associated with everyday tech. Serving over 300 million customers worldwide, the company provides comprehensive solutions, including insurance, repair, replacement, installation, and 24/7 support for devices, appliances, and connections. With more than 800 service locations and expert assistance available online, by phone, and on-site, Asurion ensures that customers get the most out of their technology whenever and wherever they need it.

Aurea Vinluan Designs

Aurea Vinluan Designs creates custom-made and ready to wear bridal gowns, suits and evening dresses.

Authentic American Apparel, Inc. (Lee Jeans Ph)

The official local distributor of Lee jeans and apparel in the Philippines, Lee Jeans Ph imports and retails Lee-branded outerwear, jackets, shirts, and denim. It is also actively involved in trademark protection cases related to Lee products.

Auto Options Marketing Corporation

Established in 1989, the company is the exclusive Philippine distributor of premium automotive brands such as American Racing custom wheels, BF Goodrich tires, KMC Wheels, Helo, Moto Metal, and XD Series. Recognized as a pioneer in the pickup and SUV aftermarket wheel segment, the company

continues to drive innovation and market leadership, recently opening its flagship showroom in Quezon City.

Ayahtek Corp.

Ayahtek provides custom software development, website design and development, e-commerce site development, and mobile application development.

Ayala Foundation Inc.

As the social development arm of the Ayala Group of Companies, Ayala Foundation envisions communities that are creative, productive, self-reliant, and proud to be Filipino. Ayala Foundation works closely with communities in identifying compelling developmental needs and providing suitable solutions with measurable outcomes. Its core program areas include community development, leadership development, arts and culture, and corporate citizenship.

Bayo Manila Inc.

Bayo Manila Inc. is a homegrown fashion brand that takes pride in being Filipino. The brand encourages Philippine-made items. Its corporate commitment is to be able to generate local employment and to raise the local retail industry to higher levels through showcasing products of high quality.

Beppo Inc.

Beppo is a B2B mobile app used for recording transactions or automated bookkeeping using AI and machine learning. It provides e-invoicing capabilities with a recurring invoice management feature and enabled e-collection and payment options. It is mainly targeted toward self-employed individuals and freelancers.

Best Buddies Philippines Foundation Inc.

Best Buddies is an organization dedicated to ending the social, physical and economic isolation of people with intellectual and developmental disabilities.

BizKit Technologies Inc.

BizKit Technologies Inc. is an IT services and solutions company, specializing in ERP, RPA, web applications and consulting. It enables its clients to navigate through their digital transformation and transform their businesses for tomorrow.

Blast Asia Inc.

BlastAsia provides end-to-end digital transformation services encompassing digital strategy development, software product engineering, and managed services. Its solutions are designed not only to jumpstart a company's digital transformation but also to ensure the long-term maintenance and growth of its digital capabilities.

Burlington Industries Phils. Inc

Established in 1967, the company is the Philippine subsidiary that owns the Burlington sock trademark and manufactures apparel for leading brands such as Burlington, Puma, Bally, BioFresh, and Camp. Its product lines include sports, dress, casual, school, and foot-care hosiery, making it a trusted name in quality and innovation in the hosiery industry.

Candid Coffee Enterprises OPC

Founded in 2016, this Metro Manila-based café chain offers wholesale and retail coffee, bottled drinks, pastries, and single-origin blends. With around eight branches in operation, it continues to grow as a go-to destination for quality coffee and baked goods.

Candy Corner Philippines Inc.

Candy Corner is the first retail outlet in the Philippines to combine traditional packaged and novelty confectionery with the concept of customers' choosing and combining their own selection of sweets. New products are introduced in their stores every month to ensure that its customers get the very best fun, unique and exciting products available. It currently offers over 300 varieties of confectionery to its customers, including some world-renowned brands in the industry.

Capstone-Intel Corporation

Capstone-Intel is a high impact research company which uses innovative research technologies, tools and methods to convert data and information to breakthrough insights and actionable intelligence outputs. It is committed to help its clients solve problems, find solutions, grow markets and constituencies, build reputation, navigate risks, and manage crisis; and to be the country's leading private intelligence agency.

CGI (Philippines) Inc.

CGI is a global IT and business process services provider offering business consulting, systems integration, and outsourcing solutions. With 91,500 professionals operating from hundreds of locations worldwide, CGI has built an industry-leading track record of delivering projects on time and within budget, aligning its teams with clients' business strategies to drive measurable results.

Chanoma Studios Inc.

CHANOMA Studios Inc. is a creative studio dedicated to empowering brands with the power of visual storytelling. Its mission is to collaborate closely with clients to deliver exceptional illustration and design services that bring brand narratives to life.

Chevron Holdings, Inc.

Chevron Holdings provides office support for various Chevron companies around the world. Its areas of support include finance and accounting, human resources, information technology, customer relations and procurement. The company provides services to Chevron entities in Africa, the Asia-Pacific region, Australia, Europe and North America.

Chimes Consulting OPC

A firm specializing in marketing and information technology solutions. Its team of experts brings a wealth of experience and innovative ideas to help businesses enhance their brand presence and achieve their marketing objectives.

CJC Tradequest, Inc.

CJC Tradequest is a retail company that focuses on parents' needs and wants, and partners with brands to provide quality children's & family products.

Coffee and Beer Solutions, Inc.

Coffee and Beer is a software development company that offers solutions to small and medium-sized businesses. It provides optimized solutions that envision, design, and construct software applications.

Coffee Creatives Animation Studio

The Coffee Creatives Animation is a professional videography and design agency based in Manila that delivers engaging videos, high-quality motion graphics, and distinctive brand identities for diverse organizations.

Comrise Global Solutions, Inc. (COMRiSE)

Comrise offers contract, direct hire, and recruitment process outsourcing and staffing services to help enterprises find qualified candidates for their business needs. Whether the need is local or global professionals, Comrise can simplify the hiring process with its project-based recruitment method.

Cosmetigroup International Corporation

Cosmetigroup is engaged in importing, distributing, and retailing luxurious skin care products locally to internationally.

CraveFX Private Limited

A Singapore-based full-service post-production studio specializing in animation, motion graphics, visual effects, AR, and 2D/3D content, providing end-to-end solutions from concept to final render.

Creative & Beyond Studio

Creative & Beyond Studio specializes in product photography, videography, and social media content creation. The studio produces high-quality visuals that bring brand visions to life and delivers impactful content to boost engagement and drive growth.

CreativeNation Academy Corp

A leading creative learning institution in the Philippines offering subscription-based Adobe and marketing courses, having trained over 10,000 Filipino educators and student-creatives.

Crimsonberry Inc. (Crimsonberry Digital Marketing)

A full-service digital marketing agency founded in 2017 by seasoned marketers, combining creative talent with analytical expertise to deliver objective-driven solutions through the latest in digital marketing strategies.

Design Blue Philippines

Originating from Seoul, Korea and now here in Manila, Designblue's creative and marketing expertise has been proven to help many companies successfully launch, sustain, and strengthen their brands that have set them apart in this ever growing, crowded market. Designblue mixes art and science to turn fresh ideas and strategic planning into unique and distinguished creative works.

DigiPlus Interactive Corp.

DigiPlus Interactive Corp. is a retail gaming company that offers online and on-site multi-gaming platforms in the Philippines. With cutting-edge technologies and a deep bench of experts from the technology, research and development, and gaming operations spaces, DigiPlus' platforms have since become a community and entertainment hub, a source of revenue for the Philippine government, and a contributor to various social and educational non-profit programs.

Digiteer, Inc.

Digiteer is a software development company that provides customized and dynamic websites, mobile apps, and enterprise-grade systems.

Edusuite Inc.

Edusuite's AI-driven technology analyzes data and resources of schools, helping administrators, faculty, and students optimize their resources and make smart decisions. It is backed by Orange and Bronze, an industry-leading Java development firm.

Environmental Compliance Consultants International Corporation (ECCI)

ECCI is the leading process improvement solutions provider in Southeast Asia, focused on process consulting, automation solutions and learning outsourcing services. With its headquarters in the Philippines, ECCI operates in 5 countries across South and Southeast Asia including Vietnam, Malaysia, Indonesia and India.

Equitable Computer Services, Inc.

A leading IT solutions provider in the Philippines, offering end-to-end hardware and software services, POS systems, and card processing support. Headquartered in Binondo and Makati, with over 200 IT professionals and a pioneer of third-party POS service.

Eternal Gardens Memorial Park Corporation (A subsidiary of ALC Group of Companies)

Eternal Gardens offers various types of properties, interment, cremation, and mortuary services in different locations across the Philippines.

ExaWeb Corporation

ExaWeb Corporation offers full-scale internet marketing service. As a search engine optimization (SEO) company in the Philippines, it provides SEO expert services as well as web design, PPC, social media, email and content marketing.

Fairfax Media, Inc.

Fairfax Media Limited is an innovative and digitally progressive media company in Australia and New Zealand - the trusted voice informing, engaging and entertaining audiences and communities via newspapers, websites, radio stations, events and dynamic digital venues.

Federal Land, Inc.

Federal Land is a member of GT Capital Holdings and a proud partner of the Metrobank Group. It began in Manila as Federal Homes, Inc. in 1972 but has since grown into Federal Land, Inc., a prime real estate developer in the Philippines.

Filinvest Alabang, Inc.

Filinvest Alabang, Inc. (FAI) is the real estate arm of Filinvest Development Corporation, specializing in high-end residential properties, smart upscale office spaces, and mixed-use township developments such as Filinvest City in Alabang, Filinvest Mimosa+ in Clark, Pampanga, City di Mare in South Road Properties, Cebu City, Timberland Heights in Rizal, Ciudad de Calamba in Calamba, Laguna, and Filinvest GAIA in New Clark City.

Finance Education Center (FEdCenter)

FEdCenter is a social enterprise that enables other finance organizations, organizations, schools, universities and corporate supporters to gain global-standard skills and training and improve the competitiveness of their people/students by providing training & testing, administration & logistics, and consultancy services.

Finastra Philippines Inc.

The company sells to the retail banking, transaction banking, lending, and treasury capital markets. Finastra was formed in 2017 by the combination of London-based Misys, a provider of financial operations software, and global payments and lending technology provider D+H.

Flux Design Labs, Inc. / Rezonate

A global motion design production company based in New York City & Manila, Rezonate specializes in visualizing compelling stories through a collaborative design process realized in film, video, and animation.

FMC Research Solutions Inc.

An ISO-certified security solutions provider based in Manila, offering turnkey consulting, secure printing, holo-ID cards, anti-counterfeiting measures, IT solutions, and financing services for brands and high-value documents.

Forecasting & Planning Technologies, Inc. (FPTI) / NOAH Business Applications

NOAH Business Applications holds a gallery of business applications spanning applications for the following: financials; financial consolidation; warehousing; production; banking; distribution; forecasting, planning, and budgeting; treasury and loan management; realty; human resource management system; procurement management; project management; customer relation management; mobility; analytics, reporting, and dashboard; and data management.

Foundever Philippines Corp. (Foundever)

Foundever is a global leader in the customer experience (CX) industry. With 170,000 associates across the globe, the company supports over 800 leading and digital-first brands. Its innovative CX solutions, technology, and expertise are designed to meet clients' operational needs and deliver seamless customer experiences in the moments that matter.

Frost Design and Consulting Group, Inc.

Frost Design is a Manila-based design group focused on creating handcrafted websites. Having 20 years of collective experiences in the industry, it has built the confidence and rapport to deliver the most demanding projects and still maintain a level of quality in every step of the way.

GetCre8ive Corporation

GetCre8ive explores creative ways to use data and art to turn ideas into impactful results. It is also an authorized resellers of Adobe products and Autodesk 3D products.

Globe Fintech Innovations, Inc. (GFI)

Also known as Mynt, the fintech arm behind GCash—Philippines' leading mobile wallet, offers payments, remittances, microloans, and business financial services.

GOBO Creative

Gobo Creative is a full-service advertising agency with expertise across diverse creative and communication disciplines, serving a global roster of clients.

Golden Pencil Manila Events & Productions

Golden Pencil Manila is a service provider and a partner that specializes in event management for corporate clients, associations and other organizations - from conceptualization to execution.

Government Service Insurance System (GSIS)

A government-owned corporation providing social insurance, pensions, life & general insurance to public-sector employees.

Gram Pte Ltd

Gram Pte Ltd is one of the top animation companies in Singapore, creating stories and concepts through videos for visual communication.

Greenpark Content Pte Ltd

Green Park Content (GPC) is a multi-award-winning global content marketing and brand publishing agency.

Greenroom Digital Studios (Greenroom Inc.)

Greenroom Digital Studios offers video editing, VFX work, color grading, and audio production.

Greywolf Technologies

An innovative technology firm based in Makati, specializing in software development, digital marketing, IT consulting, and AI awareness training. Founded in 2024, the company is driven by a mission to bridge local talent with global tech demands.

Healthcare Information Management Association of the Philippines Inc. (HIMAP)

A non-profit industry association established in 2003 promoting IT-BPM healthcare information management services globally and advocating best practices in people, processes, and technology.

Hemisphere Leo Burnett (Leo Burnett Manila)

Leo Burnett Manila is part of Publicis Groupe, the world's third largest communications holding company. Leo Burnett Manila leverages in best-in-class resources and expertise across several disciplines – brand consultancy, advertising, digital marketing, CRM/database marketing, retail/shopper marketing, public relations and activations.

Henkel Asia Pacific Service Centre

Henkel is a multi-category platform in the consumer goods business, its portfolio focuses on two core categories: laundry & home care and hair. Henkel also has a business unit in adhesive technologies.

HeyApril Philippines Inc.

A corporation providing remote accounting and tax services for US-based firms, startups, and small businesses. Leveraging AI-powered automation, it delivers bookkeeping, tax filing, compliance, and professional support from highly skilled accounting experts.

HPL Game Design Corporation

HPL Game Design is a creative services company specializing in NFT design, video game development, and social media content production. The company delivers effective, results-driven solutions that combine innovation with strategic creativity.

Hubvantage Services Inc. (formerly Playpark, Inc.)

Formerly known as Playweb Games, Inc., and also formerly known as PlayPark, Inc., Hubvantage Services Inc. is the publisher and operator of Level Up! (www.levelupgames.ph) and PlayPark (www.playpark.com) in the Philippines. The leading game publisher in the online gaming industry in the country today.

IDP Education Limited (Philippines)

IDP Education Limited (Philippines) provides a comprehensive range of services to guide students in their international education journey, offering expert support in study abroad counseling, test preparation, course placement, and visa assistance.

Infinit-O Philippines Inc.

Infinit-O is a company that offers business process optimization services to small- and medium-sized businesses in the financial services, healthcare, and technology sectors.

Infobuilder Technologies, Inc.

Infobuilder Technologies, Inc. is a leading enterprise content management solutions provider in the Philippines. It aims to help companies digitize their information and contribute to the conservation of trees worldwide by helping them migrate to the cloud, get rid of paper, create end-to-end processes, and master the art of modern work.

Institute for Solidarity in Asia, Inc. (ISA)

ISA is emerging as the country's foremost authority in public sector transformation. Collaborating with select national agencies and local governments, ISA develops and implements strategies that drive meaningful reforms, strengthen public service delivery, foster private enterprise and investment, and create opportunities to uplift household incomes.

Interpacific Data Management Systems, Inc.

Interpacific Data Management Systems, Inc. (Interpac) is a software development company and consultancy specializing in computer telephony integration applications. Headquartered in Hong Kong and with a development and global support center in the Philippines, Interpac distributes and supports its products both directly and through an established network of Interpac-trained and authorized distributors across Asia Pacific and globally. Interpac has been an industry leader with over 30 years' experience in Billing and Network Management Systems.

IT Managers, Inc.

IT Managers, Inc. is a 100% Filipino owned company that provides information technology services both locally and internationally. Its services include consulting and recruitment services, application development, software training and engagement program (STEP), and data entry services.

Jacinto & Lirio Handmade Vegan Leathergoods

Jacinto & Lirio is a social enterprise that makes personalized vegan leathergoods from water hyacinth a sustainable and eco-friendly material.

Jagged Perspective Creative Studios

Jagged Perspective Creative Studios is a design agency focused on crafting new ideas and developing them into highly expressive visual concepts.

Jones Lang LaSalle

Jones Lang LaSalle (JLL) is a leading global real estate services firm specializing in investment management, advisory, leasing, property management, and PropTech solutions. With presence in over 80 countries, JLL delivers innovative strategies and value-driven services to clients worldwide.

Junior Achievement of the Philippines, Inc.

Junior Achievement of the Philippines, Inc. (JAPI), established in 1969 as the Philippine arm of JA Worldwide, is a non-profit organization delivering K-12 programs in entrepreneurship, financial literacy, and work readiness. To date, it has reached over 500,000 students nationwide.

Kairos Laboratories and Diagnostics Inc.

Kairos Laboratories and Diagnostics is a DOH-licensed molecular diagnostic and multi-specialty healthcare laboratory based in Quezon City. It offers RT-PCR and antigen testing, home service diagnostics, digital medical records, swabbing, radiology, and ultrasound. Serving over 2,000 patients daily and affiliated with approximately 58 healthcare partners, Kairos is committed to delivering accessible and reliable healthcare solutions.

Kandama Social Enterprise, Inc. (Kandama Collective)

Kandama Collective is a social enterprise that connects Ifugao weavers to the global marketplace.

Keywords Studios Asia Private Limited Philippine Branch Office

Keywords Studios is a global service provider to the video games industry. Established in 2016, it provides Customer Service, Quality Assurance, Social Media and Community Management to a blue chip client base which includes 22 of the top 25 game companies by revenue.

KMC Savills, Inc.

A leading real estate consultancy services firm in the Philippines, providing leasing, property management, and brokerage. As part of the global Savills network, the company delivers comprehensive commercial real estate solutions to both local and multinational clients.

Knowledge Channel Foundation Inc.

The Knowledge Channel Foundation Inc. (KCFI) is a non-stock, non-profit organization established in 1999. Its mission is to be responsible stewards and co-creators of transformative learning experiences through media and technology in the service of the Filipino children.

Kooapps Philippines Corporation

Kooapps is a mobile gaming studio and publisher. It has millions of downloads across its portfolio of games. Founded in 2008, Kooapps has released more than 30 games with several top selling titles.

KUMU, Inc.

KUMU is a Filipino video sharing and e-commerce social networking service owned and developed by Kumumedia Technologies, Inc. The social media platform is used to livestream curated programs created by app users and partner brands and as an e-commerce platform for app users and partner brands who want to sell their merchandise online.

Lit Lab Studios, Inc.

A digital content creation company focusing on advertising through storytelling.

Macquarie Group Services (Philippines) Inc.

Macquarie is a global financial services group operating in 34 markets in asset management, retail and business banking, wealth management, leasing and asset financing, market access, commodity trading, renewables development, specialist advisory, capital raising and principal investment.

Magic Liwanag Photography

Magic Liwanag Photography is a Manila-based lifestyle and music/concert photographer.

Magnus Eventus

Magnus Eventus Inc. connects jobseekers with top employers through professionally organized job fairs and recruitment events. Since 2010, the company has been helping Filipinos build rewarding careers while supporting organizations in meeting their hiring needs. Through services such as Mega Job Fairs, Special Recruitment Activities, and the Magnus Job Fair System, Magnus Eventus brings opportunities directly to jobseekers.

Manulife IT Delivery Center Asia, Inc.

Manulife is a leading international financial services group dedicated to making decisions easier and lives better. Headquartered in Toronto, the company operates as Manulife in Canada, Asia, and Europe, and primarily as John Hancock in the United States. With over 40,000 employees and 116,000 agents serving approximately 34 million customers worldwide, Manulife manages and administers more than USD 1.3 trillion in assets.

Markem-Imaje Philippines Corporation

Markem-Imaje is a global manufacturer and distributor of specialized traceability, variable data and product identification equipment, for customers in the packaging industry.

Maxicare Health Services, Inc.

Maxicare Health Services, Inc. (MaxiHealth) is a subsidiary of Maxicare Health Corporation, established in 2021 to deliver accessible and holistic healthcare through 34 primary care clinics nationwide. MaxiHealth is part of the Equicom Group and JG Summit.

McCann WorldGroup Philippines Inc.

Part of the global McCann WorldGroup advertising and marketing network, the company provides integrated advertising, digital marketing, brand strategy, and creative services to local and international clients.

Mediamagnet Innovation Inc.

Mediamagnet Innovation Inc. is a brand experience agency that combines traditional and digital advertising to deliver integrated, creative campaigns. Established in 2006, the company has pioneered digital out-of-home innovations and served clients across diverse industries, including FMCG, real estate, and government. Known for its award-winning work, Mediamagnet is driven by its mission to create inspired and lasting brand connections.

Medkismet Inc.

Medkismet is an in-house e-commerce Business Process Outsourcing (BPO) firm headquartered in Makati's Central Business District. Since 2014, the company has specialized in delivering high-caliber staffing solutions to leading Amazon 3P sellers and supporting clients across platforms such as Amazon.com, Shopify, Walmart.com, Target+, and others.

Mega Cat Studios

Mega Cat Studios is an American video game development and publishing company.

Megaworld Corporation

Megaworld is a leading real estate company that builds integrated urban communities across the Philippines. The company develops large-scale, mixed-use, planned communities incorporating residential, commercial, educational, and leisure components. In addition, it provides other services such as project design, construction oversight, and property management.

Metropolitan Bank and Trust Company (Metrobank)

Established in 1962, the Metropolitan Bank & Trust Company has become the premier universal bank and among the foremost financial institutions in the Philippines. Metrobank offers a range of banking products and services, from savings and loans to investments and credit cards.

MOCASA | Philippine Cashtrout Lending Corporation

Founded in 2021, Mocasa is a fintech company focusing on providing innovative credit payment services to the Philippine market.

Modeo Media Animation Studio

Modeo Media is a web-based, full-service animation and graphic design agency offering different styles of explainer videos and interactive design works.

MullenLowe TREYNA

MullenLowe is an American advertising and marketing communications agency. MullenLowe's specialties include creative strategy, digital, CRM, brand and corporate PR; and social influence, purpose, and sustainability consulting.

Ninja Van

Ninja Van Philippines is a tech-enabled logistics company backed by marquee investors such as GeoPost, Alibaba Group, and B Capital Group. Established in 2016, the company upholds its "Todo Hustle, No Hassle" commitment by empowering businesses with fast, reliable deliveries, excellent service, and innovative logistics solutions.

OGroup FirstOne Entertainment Corp (Meta Creatives Corp.)

The company produces animated educational content for children on YouTube, featuring nursery rhymes and songs designed to both entertain and educate.

OneUniverse PH

Headquartered in Seoul, South Korea, OneUniverse has been a rapidly growing global outsourcing studio in the game graphic industry since 2018. It prides itself on delivering high-quality game art with committed cost and time efficiency. OneUniversePH is a member of YJMGAME and specializes in designing Art Pro for Game, CGFilm, Metaverse

Oracle Philippines Corporation

Oracle Philippines Corporation is a subsidiary of Oracle Corporation, a leading global cloud provider. The company offers cloud infrastructure (OCI), SaaS, database, Java, ERP, HCM, and SCM solutions, enabling business transformation and digital innovation for enterprises in the Philippines.

Orient Overseas Container Line (OOCL)

Orient Overseas Container Line (OOCL) is one of the world's largest integrated international container transportation and logistics companies, providing reliable shipping and supply chain solutions across major global trade routes.

Out of the Box Creatives

Out of the Box Creatives is an advertising firm that helps businesses unleash their full potential using data science and proven strategy.

Pacific Cross Philippines

Pacific Cross offers various health insurance plans for expats and travelers, with free choice of doctors and hospitals, flexible geographic coverage, and unlimited benefits.

PCI Innovations Tech Center, Inc.

PCI Innovations Tech Center, Inc. started its journey back in 2018. A member of Game Developers Association of the Philippine (GDAP), it is an education technology (EdTech) company that aims to bring excellent, interactive, and immersive learning to every corner of the country with new and engaging technology. It provides an innovative solution that will help bridge education gaps and promote education.

Philippine E-Journal

The Philippine E-Journals (PEJ) is an online collection of academic publications of different higher education institutions and professional organizations. Its sophisticated database allows users to easily locate abstracts, full journal articles, and links to related research materials.

Philippine Educational Measurement and Evaluation Association, Inc. (PEMEA)

PEMEA is a professional organization of specialists, researchers, and educators dedicated to advancing educational measurement and evaluation in the Philippines.

Philplans First, Inc.

PhilPlans offers various plans for education, retirement, and memorial benefits providing innovative programs that build financial preparedness for the future.

Phoenix Publishing House

Phoenix Publishing House is approved and endorsed by the Department of Education (DepEd) as provider of textbooks, references, and other supplementary instructional resources to private and public schools alike.

Pinas Sadya Community, Inc.

Pinas Sadya is a Filipino clothing and home lifestyle brand that reimagines modern Filipiniana through the use of indigenous weaves. Founded in 2022 by designer Skeeter Labastilla Turgut, the brand follows a small-batch production model catering to the upper market. It has showcased its collections at prestigious platforms such as ArteFino, MaArte, and Manila FAME. Pinas Sadya works closely with weaving communities in Abra, Ilocos, Isabela, Negros, and Zamboanga, while also collaborating with skilled weavers based in Metro Manila.

Podcast Network Asia (PNA).Ph

Founded in August 2019, PNA supports the local podcast industry by providing access to production support and monetization opportunities for creators and hosts. Podcast Network Asia is the biggest podcast network in Southeast Asia with over 400+ podcasts on the platform. It is a media and tech platform that offers on-demand audio content (e.g., podcasts, audiobooks, radio dramas, etc.). It also offers rental of studio room with equipment and editing subscription service for podcasters.

Premier Software Enterprise, Inc.

Premier Software Enterprise, Inc. is a financial technology company with deep expertise in the financial and equity sectors. Guided by strong values and a clear vision, the company leverages intellect, innovation, and exceptional ideas to deliver cutting-edge digital solutions that empower businesses and individuals alike.

Prime Summit Life Insurance Agency

Prime Summit Life Insurance Agency, a branch of Pru Life U.K. established in 2019 and based in Mandaluyong City, specializes in providing comprehensive life insurance solutions (excluding pre-need plans). The agency is powered by a dynamic team of Millennials and Gen Z professionals from diverse backgrounds, committed to helping clients secure their financial future with innovative and reliable insurance services.

Primer Resources Corp. (Primer Group of Companies)

A Philippine company engaged in the retail sale and distribution of consumer brands and products, Primer Resources carries international brands, mostly lifestyle products. The Primer Group also operates its own lifestyle boutique which includes Res/Toe/Run, The Travel Club, Ladybag, Flight001, Bratpack, GRND, General and R.O.X.

PurpleBug Inc.

PurpleBug Inc. is a trusted Marketing Technology Integrator with over 12 years of experience. As a technology-first, data-driven company, it provides consulting, services, and platforms that enable businesses to seamlessly integrate sales, marketing, customer service, and IT operations – driving efficiency, innovation, and growth.

PwC Philippines/Isla Lipana & Co.

Isla Lipana & Co. performs audit, taxation, advisory and Japanese business services. It is a member firm of PricewaterhouseCoopers International Limited. The PwC network is among the leading professional services networks in the world.

Quipper Philippines, Inc.

Quipper is an education technology company that provides e-Learning, coaching, tutoring, and assessment services for K-12 in Japan, Indonesia, the Philippines, and Mexico. The company's primary service is an online learning management system, which is used in different ways in each country where it operates.

Rakso Computer Technology

Rakso CT is a digital solutions provider capable of executing amazing digital marketing and advertising campaigns and services to its clients here and abroad.

Rappler

Rappler is a leading digital media company in the Philippines that covers news, data, and civic engagement.

REALS Corporation

REALS Corporation is led by Roman Joe Anoso, a multi-awarded real estate broker and consistent number one nationwide for eight consecutive years. Recognized by top developers and institutions like Sta. Lucia Land and Bangko Sentral ng Pilipinas, the company offers trusted property services in Northern Luzon. Known for integrity and performance, REALS is one of Baguio's most established real estate brands.

Red Door Animation, Inc.

Red Door Animation, Inc. started on March 12, 2015. Red Door Animation commits to deliver innovative products and reliable service, on time and on budget. providing story boards, character designs, and animation.

RepublicAsia Media, Inc.

RepublicAsia is an online media company that provides a platform for the young generation to tell and share their stories for them to be heard and be counted. It mainly produces stories that appeal to Gen Zs and millennials.

Robert Bosch Inc.

Bosch Philippines provides products and solutions invented for life across sectors in the Philippines including mobility aftermarket, power tools, safety and security systems, home appliances, manufacturing, and software services.

Rocketsheep Post Production, Inc. (Rocketsheep Studio)

Rocketsheep Studio is an award-winning Filipino boutique animation and illustration studio founded in 2011. Renowned for its commercials, music videos, and internationally acclaimed feature films Saving Sally and Hayop Ka! – the first Filipino animated film featured on Netflix and at the Annecy International Animation Film Festival – Rocketsheep has carved a name for itself in the global animation landscape. Beyond producing standout creative work, the studio is deeply committed to nurturing the local animation industry and championing Filipino creators on the world stage.

Rockit VFX Productions (Rockit-Animation, Inc.)

Rockit Animation Inc. was established from the new partnership with Riot's co-founder following Cutting Edge Productions. Rockit is established as a Harmony Cut-out and CGI production studio, having come full circle in both 2D and CGI industries. The studio is venturing into creating original content along with overseas service work.

SAGA Events, Inc.

SAGA is a 360 experiential company driven by creativity and innovation to deliver unforgettable events and extraordinary experiences, mounting on-ground and online events, launching digital marketing campaigns, and producing creative content for local and international brands.

SDev Technologies OPC

SDev Technologies is a provider of IT solutions and services in the Philippines. Founded in 2019, the company has quickly grown to become a trusted partner for a wide range of businesses. It offers a comprehensive array of IT services, including web and mobile app development, bespoke system development, website design and development, website hosting, SEO services, social media management, VAPT, managed application services, managed network services, technology consulting, and IT staff augmentation.

Securities and Exchange Commission

The Securities and Exchange Commission is a regulatory agency under the Department of Finance tasked with supervising the Philippine corporate sector and capital markets. It oversees company registration and compliance, enforces disclosure and governance standards, and upholds investor protection to ensure fair, transparent, and efficient securities markets.

SEED - School for Experiential and Entrepreneurial Development

Established by Gawad Kalinga in 2014, SEED is the Philippines' pioneering agri-school system for the poor. SEED is partnered with TESDA in providing a holistic approach to organic agriculture and farm establishment through classroom instruction, hands-on learning, and community application, all in a

3-month intensive course to fastrack output and implementation. SEED aims to train 3,000 students nationwide by 2024 through its 3 campuses in Bulacan, Bukidnon, and Davao.

SERVO IT Solutions

Servo IT Solution is an IT services firm that offers solutions for the hospitality industry. Product offerings include an end-to-end hotel management system, an accounting system, a POS system for the F&B industry, and a housekeeping management system. Additionally, the company also offers website hosting development, CCTV systems, and VoIP services.

Shopee Philippines Inc.

Shopee Philippines Inc., the local arm of Sea Ltd.'s leading e-commerce platform in Southeast Asia, provides an online marketplace supported by ShopeePay, integrated logistics, and marketing solutions, serving millions of Filipino consumers and businesses.

Silverworks (2L.OG Holdings, Inc.)

Silverworks is a leading retailer of sterling silver jewelry in the Philippines. Originally specializing in sterling silver accessories, the company has expanded its offerings to include affordable, fashionable jewelry crafted from stainless steel, tungsten, and titanium, maintaining its reputation for quality and style.

Sixty Hertz Industrial Supply, Inc.

Sixty Hertz is a company that provides quality pumps and accessories with reliable after-sales service.

SM Investments Corporation

SM Investments Corporation, also known as SM Investments or informally as the SM Group is a holding company with interests in shopping mall development and management, retail, real estate development, banking, and tourism.

SM Retail, Inc.

SM Retail is the largest retail chain in the Philippines, dedicated to delivering an exceptional shopping experience through its wide range of products, innovative services, and customer-focused retail operations.

Snapp Ventures, Inc.

Snapp Ventures is the owner and operator of the mortgage brokerage system Matchmo – an online platform that digitalizes the process of home loan applications for home buyers and real estate professionals alike.

Snipple Animation Studios, Inc.

Snipple's goal is not only to produce and deliver quality animation for digital media, television, features, gaming and commercials but also to create an environment that would nurture creativity and encourage excellence in all areas of production. iACADEMY interns are trained in 2D and 3D animation and are part of actual project production.

Solutions Resource

Solutions Resource is an IT consulting company specializing in open-source Java EE and .NET web portal development using the combination of on-shore and off-shore global consulting models. It aims to furnish businesses with its expertise in software development and provide information technology consulting, training, global sourcing, and "Software-as-a-Service" (SaaS) solutions to organizations.

Spiralytics Inc.

Spiralytics Inc. is a digital marketing firm that designs and executes data-driven campaigns to help businesses grow. The company specializes in online advertising, search engine optimization, and

content marketing strategies, leveraging analytics and performance measurement to optimize results and demonstrate measurable improvements.

SQFT Global Properties Philippines, Inc.

SQFT Global Properties is the foremost pioneer in the area of overseas property marketing within the Asia-Pacific region, offering a painless one-stop service for international property to the international community.

StraightArrow

StraightArrow provides exceptional creative and digital marketing services to clients around the world who need help to scale their operations. Its services include digital marketing, creative design, and creative technology.

Straightforward (365 Designs Retailing Inc.)

Straightforward is a fashion brand offering versatile, everyday apparel designed for 365-day wear, combining style, comfort, and practicality for modern consumers.

Strategys Online Media, Inc.

Strategys Online Media, Inc. is an advertising company that leverages digital growth through strategic campaigns, engaging content, brand storytelling & ad optimization

Stratworks Inc.

Stratworks is a full-service marketing communications agency that provides communications services such as public relations, events planning and management, graphic design, promotions planning and implementation. It was awarded Agency of the Year in the Anvil Awards in 2015 as well as the Agency of the Year in the Quill Awards in 2014.

Strokes Cosmetics

Strokes Cosmetics delivers premium beauty innovations and formulations, committed to uncompromising quality and excellence in skincare and cosmetic solutions.

Studio9 Lives Inc.

Studio 9 Lives is a full-service animation, illustration, and design company delivering high-quality 2D digital animation production. The studio also offers sequential art services, game asset animation, cut-out animation, 3D/CG animation, illustrations, concept designs, and a wide range of creative solutions for diverse media projects.

Summit Publishing Company, Inc. (Summit Media)

Summit Media is the leading magazine publisher in the Philippines with more than 20 titles under its umbrella. Aside from magazines, the company is also engaged in digital media, outside-of-home media, and consumer events.

Sunlife Asia Service Center Philippines

Sun Life is one of the top life insurance companies that offers financial planning, investment options, insurance, retirement savings & other products.

SuportNinja

SupportNinja offers customer success, technical support, content moderation, data processing, and professional services to help companies grow by outsourcing and technology

Synergy88

Synergy88 Digital is a full-service game development studio with top line expertise in Triple A Art Services and is the first Microsoft-certified vendor for game art in the Philippines. The studio is based in the Philippines and is part of the Synergy Group of Companies, all dedicated to digital entertainment

and media creation. The companies have representative offices and partners in the US (Las Vegas, San Francisco), UK and Singapore.

Taktyl Studios, Inc.

Taktyl Studios is a technology company dedicated to developing products that showcase Intellectual Property (IP) in various forms of media, creating awesome experiences for users around the world. It provides services for app, web and game development, art and animation, augmented reality, tabletop and card games. It also develops its own IPs.

Talentfied (Edufied Pte. Ltd.)

Talentfied is a talent-focused unit dedicated to connecting international companies with skilled Filipino professionals. The company provides real-world work experiences and on-the-job training opportunities aligned with academic curricula, fostering practical skills development and career readiness.

TaskUs (LizardBear Tasking, Inc.)

TaskUs is an outsourcing company that handles content moderation for companies including Facebook and DoorDash.

TDCX (PH) Inc.

TDCX is a leading provider of business process outsourcing (BPO) services in customer experience & Asia-Pacific's best outsourced contact center with global workspaces. It provides transformative digital CX solutions, enabling world-leading and disruptive brands to acquire new customers, build customer loyalty, and protect their online communities.

The Blocklabs, Inc (The BLOKC)

The Blocklabs, Inc. (The BLOKC) supports educational institutions by delivering blockchain programs and industry-driven solutions that enhance learning outcomes and operational effectiveness

The Gigil Advertising Group, Inc.

GIGIL is a creative and effective advertising agency that produces work that delights and activates. It has won multiple awards at the APAC Effies and Cannes, and is the Campaign Brief Asia's No. 1 Agency in the Philippines and Asia.

The Studio of Secret6, Inc.

Secret 6 was founded in 2005, providing art outsourcing services to video game developers and TV production companies worldwide.

Tier One Entertainment, Inc.

Tier One Entertainment, Inc. is a leading new media company dedicated to promoting gaming culture. The company builds and engages gaming communities through its original IPs, content creators, and esports initiatives.

Titus Global- Tech, Inc.

Titus Global-Tech is a company that operates in the Information Technology and Services industry. Its services include automation of production facilities and business processes.

Toon City Academy, Inc.

Toon City, an animation studio located in Manila, Philippines, was founded in 1993 by Colin Baker. Its primary contractors are The Walt Disney Company and its DisneyToon Studios division, which produces animated TV series and direct-to-video films. It has also done a few commercials and several direct-to-video works for Nickelodeon, Universal, Warner Bros. and Cinergroupe.

Ubisoft Entertainment Philippines

Ubisoft is a leading creator, publisher and distributor of interactive entertainment and services, with a rich portfolio of world-renowned brands. The teams throughout Ubisoft's worldwide network of studios and business offices are committed to delivering original and memorable gaming experiences across all popular platforms. In 2016, Ubisoft Philippines opened as the first and only AAA game development studio in the country.

UNILAB Inc.

Unilab is the leading pharmaceutical company in the Philippines, with a portfolio that includes some of the country's most recognized prescription and consumer healthcare brands.

UPFI-EIDR Salikha

The University of the Philippines Film Institute, also known as the UP Film Institute or UPFI, is a film school located in Quezon City, Philippines. It is attached to the UP College of Mass Communication and engages in theater and extension services, academics, and research related to cinema.

VITAMIN B, Inc.

Vitamin B is a strategic design consultancy specializing in brand strategy, corporate identity, packaging, environmental graphic design and brand driven communications. Some of the brands it has created include the Mind Museum, Alveo Land, Cupcakes by Sonja and Isang Litrong Liwanag.

VXI Global Holdings BV Philippines

VXI Global Solutions delivers innovative and transformative customer care and experience (CX) solutions to leading global brands. With a people-first culture recognized for both workplace excellence and performance, VXI employs over 45,000 professionals across 42 locations in North America, Asia, Africa, Europe, and the Caribbean.

Wacom Singapore Pte Ltd

Wacom Singapore Pte Ltd serves as the regional office of Wacom, a global leader in digital pen tablets and interactive pen displays. The company supplies professional-grade creative tools, including Intuos, Cintiq, and Bamboo, to professionals and enthusiasts across Southeast Asia.

Wonder Collab Studios Inc.

Wonder Collab Studios Inc., based in Makati, is a full-service audio and music production house offering advanced services such as sound design, location recording, audio mastering, original jingles, and Dolby Atmos-certified immersive sound production. Founded in 2017, the company has grown from a small condo studio into a premier facility serving leading brands, advertising agencies, and production houses across the Philippines.

World Vision, Inc.

World Vision, Inc. is a nongovernment organization that focuses on child protection, economic development, education, health & nutrition, clean water and sanitation.

Xentrix Toons, Inc.

Xentrix Toons is a fast-growing multinational 2D animation studio with clients like Disney, Lego, Boulder Media, Bardel Entertainment, and more. It offers 3D animation to clients through its parent company Xentrix Studios.

Ymata Realty Corp.

Ymata Realty Corp., established in 2023, is a Philippine-based real estate company providing high-quality residential and commercial property services. Known for its professionalism, integrity, and market expertise, the company offers a comprehensive range of solutions to meet the evolving needs of clients in the local real estate sector.

Scholarships

STI ESG

STI ESG partnered with various companies to aid in scholarship programs and increase employment opportunities for STI ESG's graduates.

Gift of Knowledge

To provide educational opportunities to deserving individuals who have no means of pursuing post-secondary education, STI ESG, through the STI Foundation for Leadership in Information Technology and Education, Inc. (STI Foundation), strengthens its partnership with various TV programs from different TV networks. For SY 2022- 2023, three new scholars were registered through the partner TV programs.

Sponsored Scholarship Programs

STI ESG and STI Foundation continually strengthen partnerships with corporations and government organizations to be able to provide scholarship programs to support the tertiary education of deserving individuals.

The STI Foundation and its partners were able to support 654 scholars in SY 2022-2023, 370 scholars in SY 2023-2024, and 530 scholars in SY 2024-2025.

STI WNU

The following grantors sponsor scholarship programs through the University:

- AFPEBSO-Presidential Decree No. 577 Scholarship Program
- Alfredo G. Marañon, Jr. Scholarship Program (AGMSP)
- Bacolod Patenkinder Youth Development Foundation, Inc. (BACPAT)
- Central Azucarera de La Carlota, Inc. (CAC)
- CHED Student Financial Assistance Programs (StuFAPs)
- Congressional Tulong Dunong Grant (TD Grant)
- Department of Labor and Employment Special Program for Employment of Students (DOLE-SPES)
- Elmer Sy Marketing (ES MKTG)
- First Farmers Holding Co. Incorporated (FFHCI)
- Government Assistance to Students and Teachers in Private Education (GASTPE; also called FAPE or Fund Assistance to Private Education)
- Hawaiian Philippine Company (HPCO)
- Kabankalan City
- MALIPAI Foundation
- Municipality of La Castellana
- Municipality of Isabela
- Negros Women for Tomorrow Foundation Incorporated (NWTFI)
- Public Employment Services Office (PESO) City of Bacolod
- Sagay Central
- STI Foundation Scholarships (Academic, Non-Academic, Co/Extra Curricular)
- Province of Negros Occidental – ICT Scholarship
- Transcom (Earn while you Learn Program)

- Panasiatic Solution
- Silay City Scholars
- Transferees Scholarship granted to engineering students from State Colleges and Universities
- Scholarship monthly allowance given by the alumni of the College of Engineering

In addition, deserving students are given academic, athletic and cultural scholarships based on set criteria and coverage.

iACADEMY

The Scholarship Unit, under the Office of Student Affairs and Services, aims to support iACADEMY's endeavor to provide accessible education to intellectually capable but financially challenged students.

The Scholarship Unit is in charge of administering such assistance in the form of scholarship grants, tuition discounts, and student assistance, whether through external or internal grants. In keeping with its mission to support the scholastic endeavors of young adults, iACADEMY gives scholarships to recognize students' outstanding academic achievements and great potential to contribute to community involvement. The Scholarship Unit aids the school's mission of providing accessible education by continuously securing external partners and helping in the selection, guidance, and care of iACADEMY's scholars.

Internal Scholarship Programs

Leadership Excellence and Academic Achievement Program (LEAP)

This Scholarship is awarded to Grade 12 students of iACADEMY who have demonstrated leadership potential and academic excellence. Initially launched in SY 2018-2019 with 54 scholars, the program had 97 scholars in SY 2022-2023, 56 in SY 2023-2024 and 18 in SY 2024-2025..

Vanessa L Tanco (VLT) Presidential Scholarship

This scholarship is offered to Grade 10 or Grade 12 students with outstanding academic achievement from public and private high schools. This full scholarship program was launched in SY 2012-2013 and has continued to support deserving students annually. The number of scholars ranged from six (6) to fifteen (15) scholars for each of the school years from SY 2022-2023 to SY 2024-2025. In SY 2024-2025, there was a total of seven (7) scholars: three (3) in their freshman year and four (4) in their sophomore year.

External Scholarship Programs

iACADEMY continues to build strong partnerships with different organizations to provide scholarship opportunities that support financially-challenged students in pursuing their tertiary education.

iACADEMY, in partnership with its current scholarship partners, supported nine (9) scholars in SY 2022-2023 and thirteen (13) scholars in SY 2023-2024. In SY 2024-2025, the number of scholarship grantees increased significantly, with a total of thirty-two (32) enrolled scholars.

The following organizations are key investors in scholarship programs at iACADEMY:

- PricewaterhouseCoopers (PwC) Philippines/Isla Lipana & Co. Foundation, Inc.
- Gokongwei Brothers Foundation (GBF)
- BingoPlus Foundation, Inc.
- Kooapps Philippines

Community Extension and Outreach Programs

STI ESG

Capitalizing on STI ESG's national reach, STI Foundation and STI campuses across the country spearheaded and/or collaborated with other groups to conduct several community involvement programs that intensified the spirit of camaraderie among employees and the desire to give back to the communities while developing an environment that will be beneficial to all stakeholders.

Bloodletting Drives

Across the STI ESG network, numerous campuses partnered with the Philippine Red Cross and local health units to host blood donation campaigns under the banner *Be a Life Saver: Small Acts, Big Impact* and *Dugtong Buhay Movement*.

At STI College Balayan, the Red Cross Youth Club led a successful bloodletting drive on March 15, 2025, mobilizing students and staff to donate blood in support of community health needs. Similarly, STI College Batangas organized its Dugtong Buhay Movement bloodletting event on March 6, 2025, emphasizing the spirit of bayanihan through life-saving contributions.

STI College Caloocan extended the campaign with multiple sessions from February 3 to 5, 2025, reflecting strong turnout and sustained participation across its student body. Meanwhile, STI College Cubao ran a week-long bloodletting campaign from March 9 to 11, 2025, encouraging both students and faculty to participate actively in the cause.

The same civic commitment was evident in STI College General Santos, which held two separate drives on March 2 and March 18, 2025, both of which were well-received by students, alumni, and local partners. STI College Global City also held sessions on January 9 and February 6, 2025, aligning their efforts with the broader STI community network.

In Mindanao, STI College Koronadal conducted its events on March 7 and March 23, 2025, showing strong collaboration between students and community partners. STI College Las Piñas participated by hosting its activity on February 10, 2025, while STI College Lucena organized a series of bloodletting events between January 23 and 26, 2025, demonstrating remarkable commitment from its student volunteers. Finally, STI College Malaybalay conducted its session on February 18, 2025, contributing to the collective blood supply effort.

Together, these drives not only strengthened STI's partnership with health organizations but also instilled in students a lasting appreciation of how simple acts of volunteerism can save countless lives.

Outreach and Relief Programs

Several campuses amplified their role in community development through outreach, feeding programs, and relief drives.

At the start of the year, STI College Lipa showcased its Outreach Program Highlights on January 2, 2025, which involved students and faculty in extending aid to underserved communities. This initiative reinforced the institution's values of generosity and care. Meanwhile, STI College Sta. Maria launched a similar civic project on January 7, 2025, which emphasized how acts of giving contribute to the holistic development of both the giver and the community.

STI College Cotabato followed with its own outreach initiatives, featuring inspiring accounts of students who combined academic pursuits with volunteer service. STI College Tanauan and STI

College Fairview also actively conducted relief and outreach programs, further strengthening the network's civic commitment.

In Metro Manila, STI College Sta. Mesa carried out an outreach activity on January 15, 2025, bringing together students and faculty in a display of solidarity. STI College Carmona and STI College Lucena continued the momentum later in January with their own relief-centered efforts, affirming STI's role as a partner in nation-building.

These outreach efforts served not only as immediate aid to beneficiaries but also as formative experiences for students, shaping them into responsible and socially aware citizens.

Environmental Activities

STI campuses also contributed to sustainability goals by organizing environmental programs such as clean-up drives and tree-planting activities.

STI College Balagtas took the lead in early 2025 with its environmental-themed engagement, emphasizing the importance of caring for the planet alongside academic pursuits. Other campuses, including STI College Bacoar and STI College Legazpi, likewise spearheaded their own environmental campaigns, ranging from school-based clean-ups to tree-planting partnerships with local government units.

By undertaking these initiatives, the schools not only helped improve local environments but also instilled ecological responsibility among students. Such activities underscored the STI community's recognition of its role in achieving sustainable development goals while nurturing student leaders who value environmental stewardship.

STI WNU

The intervention focused on education programs especially for the pre-school children and Alternative Learning System classes for the Out of School Youth. STI WNU facilitated the construction of the one-storey building for the Pre-school classes in VAGRES. The building was the result of an innovation project of the College of Engineering known as the Ecoblocks, wherein empty polyethylene terephthalate bottles were used as major materials in the said construction project.

Since 2016, the University's Community Extension Office has been a steadfast advocate for environmental sustainability and community development. Its ongoing initiatives have had a profound impact on the neighboring communities.

One of the office's most notable achievements has been its collaboration with local government units (LGUs) and private companies to organize annual International Earth Day Celebrations and International Coastal Clean-Up Drives. These events have not only raised awareness about environmental issues but have also mobilized hundreds of volunteers to actively participate in clean-up efforts and tree-planting activities.

In addition to these large-scale events, the office has implemented numerous Tree Growing Projects. These initiatives have resulted in the planting of thousands of trees in various locations, including coastal areas, schools, and degraded areas.

The office's commitment to community engagement extends beyond environmental initiatives. It has also partnered with local organizations to address other pressing social issues, such as poverty, education, and healthcare. Through workshops, training programs, and community outreach activities, the office has empowered individuals and communities to improve their quality of life.

The University has likewise been involved in the implementation of the Alternative Learning System (ALS) for several barangays within Bacolod City. This project, a collaboration with the Department of Education and Virlanie Foundation.

Likewise, KAWSA, an organization of student volunteers, was created in 2016. Since then, the organization has been active in environmental campaigns.

The Twelve Teachers Thousand Lives project was launched in partnership with the Municipality of La Castellana. In line with the purpose of producing more educators, deserving students are given scholarships to pursue a Bachelor of Science in Education degree. All scholars enjoy free tuition courtesy of the institution while other fees are subsidized by the partner LGUs. The scholars, for their part, actively and excellently exhibit unique. They engage in activities that address issues concerning the environment, arts and culture, leadership and children in conflict with the law. In SY 2022-2023, the University had five (4) scholars. Three (3) were from the municipality of La Castellana and one (1) from the City of Kabankalan. Of these scholars, one (1) graduated in the same year. The project continues to make great progress through the efforts of its active student-volunteers. In SY 2024-2025 five members are engaged in the program, three of whom are 4th year students from the Municipality of La Castellana and two are 3rd year students from Calatrava. These scholars' dedication not only strengthen the objectives of the 3TLs but also serve as an inspiration, showing how young leaders can create a positive impact by working with commitment and purpose.

Celebrating DAP: A Pathway to BPO for Differently Abled Persons was launched in June 2021. This is a collaborative program among BPO, LGU and STI WNU that promotes the interest of DAPs particularly on their employment in the BPO Industry. A Communication Skills Training activity was conducted among DAPs in June 2024 at the University Teodoro Hall. Thirty differently-abled persons were able to participate in the said activity which was sponsored by the College of Arts and Sciences in collaboration with the Community Extension and Engagement Office.

Various departments of the University have actively participated in community projects, continuing the implementation of the program for SY 2022-2023. The College of Criminal Justice Education (CCJE) organized multiple trainings for Barangay Tanods in several barangays of Bacolod City. This training covered a range of topics, including Disarming Techniques, Disaster Preparedness, Incident Report Writing, and the Conduct of Road Checkpoints. The department has also conducted seminars on Drug Awareness and Resistance Education (DARE) and the Street Children Protection Education Program, which concluded with a gift-giving program for Out-of-School youth and street children. The College of Information and Communication Technology (CICT) collaborated with CCJE for the development of an online application called Bacolod Crime Mapping System. The application was then turned over to Barangay Handumanan and Barangay 38. CICT likewise developed a website for Barangay Tomongtong Magrove Ecotrail in E.B. Magalona.

In 2023 and 2024, the Emergency Response Initiative has been actively addressing calamities and disasters, including incidents such as fires, floods, typhoons, and Mt. Kanlaon Volcano eruptions. These unfortunate events have resulted in numerous families becoming victims or survivors. In response, STI WNU through its Community Engagement and Extension Office in partnership with various colleges, departments and offices has mobilized its resources and expertise to provide assistance and support to those affected.

One of the key initiatives undertaken by the University is the campaign for donations through various means. These include dress down for a cause, where individuals can contribute by participating in STI Shirt casual attire days, and the 1st Monday Habit-donation drive, which encourages regular monthly donations. These initiatives aim to sustain and supply much-needed resources to alleviate the hardships faced by the affected individuals and communities.

By rallying the collective efforts of the University and its partners, the Emergency Response Initiative strives to make a meaningful difference in the lives of those impacted by calamities. Through these ongoing initiatives, STI WNU is committed to providing assistance, support, and hope to those facing difficult times.

In July 2024, a sustainable project was implemented to benefit partner communities and recipients, showing the university's commitment to making a positive impact. These initiatives include tutorial classes and teaching sessions for parents/guardians on effective tutoring methods for their children. Approximately 70 learners from the Purok Arao Relocation Site, Sitio Progreso 2, Brgy. Vista Alegre has benefitted from these classes, fostering educational growth and development.

Another noteworthy initiative is the Project DigiBar, a series of training workshops designed specifically for barangays and city officials. This initiative equips them with the necessary digital skills and knowledge to excel in their roles and contribute to the progress of their communities.

Project GRINGO stands as an environmental initiative, focusing on tree planting activities to promote a greener environment. Additionally, the STEP Project provides valuable learning opportunities for out-of-school youth, ensuring they have access to education and skills training. Moreover, sustainable livelihood programs have been implemented to support persons with disabilities (PWD) and provide them with income-generating opportunities. The Women's Association and Vendors Association have also benefited from livelihood skills training, empowering them to thrive in their respective fields.

An initiative called Adopt-A-Family and Adopt-A-Community was introduced in various Barangays in Bacolod City to address food security concerns. This program promotes Vegetable Gardening among households and communities to tackle food scarcity. The Adopt-A-Family program supports specific families in establishing and maintaining their vegetable gardens, empowering them to grow their own nutritious food. The Adopt-A-Community program encourages PWD Sectors and Barangay individuals to adopt whole communities and collaborate in establishing community gardens. These efforts aim to ensure a consistent food supply, strengthen community bonds, and encourage cooperation.

Additionally, a Nursery for Mangrove Project is being established in Brgy. Tomongtong, EB Magalona. This project aims to protect and restore the mangrove ecosystem, which plays a vital role in maintaining coastal ecosystems, providing habitat for marine life, and protecting against erosion and natural disasters. The establishment of a nursery allows local communities to grow and replant mangrove seedlings, contributing to the preservation and restoration of this essential ecosystem.

These projects exemplify a proactive and community-driven approach to addressing food security concerns and environmental conservation in Bacolod City. They empower individuals and communities to actively contribute to the creation of a sustainable and resilient future. The active participation of students, faculty members, and non-teaching personnel from various colleges, departments, and offices within the university has been instrumental in these initiatives' success. The Department of the National Service Training Program has played a significant role in implementing these projects. Their collective efforts have greatly contributed to their impact, fostering positive change and strengthening the relationship between the university and its partner communities and recipients.

As part of the STI WNU priority initiatives since the pandemic and continuing to the present, the Emergency Response Relief Operation Program has been sustained. This program comprises a team of NSTP instructors, ROTC officers, and rescuers, in collaboration with the Office of Community Extension and Engagement. Together, they serve as the first responders among schools in the city, providing essential services and distributing food and other necessities to affected families. The program's efforts extend beyond the pandemic, addressing various calamities such as typhoons, floods, and fires. These emergencies occur several times a year, with fire incidents particularly impacting our students, many of whom reside in boarding houses, alongside those living in Bacolod and nearby

municipalities. The team has successfully reached remote areas of the province to deliver necessities to those in need.

On October 26, 2024, the CBMA Department successfully conducted a Simulated Beauty Care Salon Project at Purok Arao, Barangay Vista Alegre, Bacolod City, with thirty (30) beneficiaries in attendance. The activity served as a hands-on training program designed to enhance participants' skills in nail artistry, eyelash extension, and massage therapy. This initiative aimed to empower the beneficiaries by equipping them with practical competencies that can be utilized for income-generating opportunities and sustainable livelihood development.

CED CARES: Empowering Child Literacy Program

The CED CARES Reading Proficiency Assessment held at Progreso Village, Purok Arao, Barangay Vista Alegre, was successfully conducted with the participation of both returning attendees and new members.

This activity marked the commencement of the Reading Proficiency Assessment for Academic Year 2024-2025, spearheaded by the CED CARES officers under the leadership of their new Coordinator, Ms. Ma. Marne J. Dumdum, together with Assistant Coordinator Ms. Jessette D. Cruz and Co-Coordinator Dr. Mercia Ann M. Apostol.

The program was carried out smoothly through the collaborative efforts of the officers and coordinators, ensuring active engagement of all participants. The initiative reflects the continued commitment of CED CARES to promote child literacy, monitor learners' reading development, and strengthen interventions that empower children to become proficient and confident readers.

The CHTM Council, in collaboration with the UniTourism Society Officers, successfully organized an impactful community extension activity titled "Mangrove Growing and Coastal Clean-Up." The event was held earlier today at the coastal area of Barangay Tomongtong and highlighted the participants' commitment to environmental preservation and sustainable community development.

This initiative not only contributed to the protection and rehabilitation of coastal ecosystems through mangrove planting but also promoted environmental awareness and social responsibility among the participants.

Community Day and Christmas Party

On December 14, 2024, the Community Extension and Engagement Office, in partnership with the Supreme Student Government (SSG) and the 3TL students, successfully organized a gift-giving activity and mini-seminar for the out-of-school youth of Verlanie Faith and the differently-abled individuals of Barangay Mandalagan.

The event, held in celebration of Community Day and the Christmas season, aimed to foster inclusivity, extend support to marginalized sectors, and spread the spirit of generosity and compassion. Through the combined efforts of the organizers, the activity became an avenue for learning, sharing, and community engagement, leaving a meaningful impact on the beneficiaries.

Dugtong Buhay Movement: Joint Bloodletting Program

The Dugtong Buhay Movement Joint Bloodletting Program was successfully held at STI West Negros University, Bacolod City, and was graced by distinguished leaders and representatives. The activity was presented by Hon. Amenah F. Pangandaman, Secretary of the Department of Budget and Management (DBM); Dr. Gwendolyn Pang, Secretary General of the Philippine Red Cross (PRC); and Dr. Frederick C. Berroya, Vice President for Academic Affairs of STI West Negros University.

The event achieved a remarkable milestone with a total of 372 blood bags collected, setting a new record for the highest number of blood donations under the Dugtong Buhay Movement. This accomplishment

underscores the spirit of volunteerism, unity, and compassion in addressing the critical need for safe and adequate blood supply in the community.

Emergency Relief Action

The Community Extension and Engagement Office (CEEEO) of STI WNU demonstrated its commitment to community service through the Emergency Relief Action Program, extending support to individuals and families affected by fire incidents and natural calamities.

With the guiding principle of “*Extending hands, uplifting lives,*” the initiative transformed compassion into concrete action by providing immediate assistance, essential supplies, and emotional support to affected communities. This outreach effort not only addressed urgent needs but also helped restore hope, resilience, and solidarity among those impacted.

The CEEEO remains steadfast in its mission to stand with vulnerable sectors during times of crisis, fostering a culture of empathy, service, and community rebuilding.

Empowerment through Knowledge for Differently-Abled Persons of Barangay Mandalagan

The College of Information and Communications Technology (CICT) and the College of Arts and Sciences (CAS) of STI WNU collaborated in conducting a seminar and training program for persons with disabilities (PWDs) in Barangay Mandalagan.

The initiative aimed to promote empowerment and inclusivity by addressing both personal and digital development needs of the participants. The CAS facilitated a session on stress management, providing practical approaches to help participants maintain their mental and emotional well-being. Meanwhile, the CICT conducted a discussion on the importance of data privacy in today’s digital world, raising awareness on the protection of personal information and responsible use of technology.

This joint effort reflects the University’s strong commitment to community engagement, capacity-building, and social responsibility, ensuring that differently-abled individuals are given opportunities to enhance their knowledge and skills for everyday life and future endeavors.

First Monday Habit: A Monthly Donation Drive

STI WNU continues to uphold its tradition of the First Monday Habit, a monthly donation drive where students, faculty, and staff unite to extend assistance to those in need. Through the collective effort of the university community, essential goods are gathered and distributed, turning compassion into meaningful action.

This initiative embodies the institution’s commitment to community service and social responsibility, fostering a culture of generosity and solidarity. Each donation serves not only as a provision of basic needs but also as a symbol of hope, care, and support from the STI WNU family to the wider community.

“KINAMOT” Handicraft and Livelihood Training

The Hospitality Management Society of the College of Hospitality and Tourism Management (CHTM), STI WNU, successfully organized the “KINAMOT” Handicraft and Livelihood Training for the Tomongtong Women’s Association.

This initiative formed part of the students’ Research Utilization Program, conducted as a practical application of their academic outputs to address community needs. The research, completed in December 2024 as a requirement for the students’ graduation, served as the foundation for the training design.

The activity aimed to empower local women by enhancing their livelihood opportunities, equipping them with practical skills in handicraft-making that can serve as a sustainable source of income.

Through this program, the Hospitality Management Society demonstrated its commitment to community engagement, women's empowerment, and the practical use of research in fostering inclusive development.

Mental Health Awareness Activity

In partnership with the Community Extension and Engagement Office (CEEEO), the Guidance Services Center of STI West Negros University spearheaded a transformative Mental Health Awareness Activity on July 31, 2024, at the Bureau of Jail Management and Penology – Metro Bacolod District Jail, Male Dorm-Annex.

The program was conducted under the expert leadership of Dr. Madeline Sotomil, RGC, RPsy, LPT, together with the dedicated guidance associates. With the assistance of Mr. Christian Benedict Senope, one of the University's Peer Facilitators, the team facilitated an empowering group dynamics session designed for selected Persons Deprived of Liberty (PDLs).

This initiative highlighted the University's commitment to mental health advocacy and restorative programs, promoting psychosocial well-being, resilience, and positive engagement among PDLs. By extending professional care and support, the activity served as a meaningful step toward rehabilitation and community reintegration.

Empowering Hands at Work: Small-Scale Enterprise of the Differently-Abled Persons of Barangay Mandalagan
The Differently-Abled Persons (DAP) of Barangay Mandalagan proudly showcased their small-scale enterprise through the production of handcrafted items such as rags, table mats, laundry liquid soap, and other locally made products.

This initiative not only provides sustainable livelihood opportunities but also underscores the creativity, resilience, and entrepreneurial spirit of the community. Each product crafted reflects the participants' hard work, resourcefulness, and determination to build a better future for themselves and their families.

Through this effort, the DAP of Barangay Mandalagan continue to demonstrate that empowerment and inclusivity can be achieved by harnessing skills, fostering self-reliance, and promoting community-based enterprises.

Puppet Show, Games, and Gift-Giving Activity

On February 15, 2025, the Community Extension and Engagement Office of STI WNU, in collaboration with the 3TLS recipients and volunteers, and with the generous support of the School of Graduate Studies (SGS), organized a puppet show, interactive games, and a special gift-giving activity for the selected children of Purok Arao.

The activity created a joyful and engaging environment that combined entertainment with meaningful interaction, allowing the children to experience both fun and learning. Through storytelling, play, and the distribution of gifts, the program sought to foster happiness, nurture creativity, and strengthen community engagement.

This initiative reflects STI WNU's continuing commitment to uplifting lives through service, compassion, and shared experiences, especially for children in partner communities.

Research Output Presentation

On October 2, 2024, the College of Hospitality and Tourism Management (CHTM) Department conducted a Research Output Presentation at Barangay Tomongtong, E.B. Magalona.

The initiative aimed to share relevant research findings with the partner community, serving as a meaningful platform for knowledge exchange and mutual learning. By presenting the outcomes of

academic research in a practical and accessible manner, the activity strengthened the link between the University and the community, ensuring that research outputs are translated into initiatives that address local needs.

Furthermore, the presentation fostered stronger collaboration and partnership-building, laying the foundation for future community-based projects that align academic pursuits with sustainable development goals.

Tour Guiding Enhancement Training

STI WNU successfully conducted a Tour Guiding Enhancement Training at the Tomongtong Mangrove Eco-Trail, E.B. Magalona. This three-day training program was organized in collaboration with the UniTourism Society and the Community Extension Society of the College of Hospitality and Tourism Management (CHTM).

The sessions were led by Mr. Placido Cesar O. Mapa of the Association of Tour Guides of Negros, who shared his expertise in tour guiding, enabling participants to acquire essential skills and knowledge to become effective, professional, and community-oriented tour guides.

This meaningful initiative not only provided practical training but also reinforced the University's commitment to community development, sustainable tourism, and capacity-building. By empowering participants with industry-relevant skills, STI WNU continues to support local communities in promoting eco-tourism and cultural appreciation.

Twelve Teachers; Thousand Lives Project

The Twelve Teachers; Thousand Lives Project is a flagship initiative of STI WNU through its Community Extension and Engagement Office (CEEEO), designed to provide free education to passionate individuals aspiring to become teachers of young children.

Under this program, scholars are granted the opportunity to pursue the Bachelor of Elementary Education (BEED) at STI WNU with full institutional support. The recipients are carefully selected from remote and underserved areas of Negros Occidental, including members of Indigenous Peoples (IP) communities and individuals from low-income families.

In return, once they earn their teaching license, scholars commit to returning to their respective communities to serve local children by providing quality education. This initiative not only empowers future educators but also fosters sustainable community development, educational equity, and social transformation.

Household Urban Gardening Initiative

In February 2025, the NSTP Department spearheaded a Household Urban Gardening Project that actively engaged students in a meaningful community extension activity.

The initiative was designed to promote food security, improved nutrition, and sustainable agriculture within the local community by encouraging households to adopt practical gardening practices. Through this hands-on effort, students not only contributed to community development but also gained valuable insights into the importance of environmental stewardship, self-reliance, and healthy living.

The Sustainable Development Goals (SDGs) that these programs align with are the following such as, *SDG 1: No Poverty* - programs like the Simulated Beauty Care Salon Project, "KINAMOT" Handicraft and Livelihood Training, and the small-scale enterprise for differently-abled persons focus on empowering beneficiaries with skills for income generation and sustainable livelihoods; *SDG 3: Good Health and Well-being* - the Dugtong Buhay Movement Joint Bloodletting Program, Mental Health Awareness Activity, and Emergency Relief Action promote health, well-being, and emergency support

in the community; *SDG 4: Quality Education* - the CED CARES Reading Proficiency Assessment, Twelve Teachers; Thousand Lives Project, and various training and seminar programs emphasize education, literacy, and capacity-building; *SDG 5: Gender Equality* - women empowerment initiatives such as the “KINAMOT” Handicraft and Livelihood Training for the Tomongtong Women’s Association promote gender equality and economic empowerment; *SDG 10: Reduced Inequalities* - activities supporting differently-abled persons, out-of-school youth, and marginalized sectors foster inclusivity and reduce inequalities; *SDG 11: Sustainable Cities and Communities* - Community Day events, urban gardening projects, and coastal clean-up and mangrove growing activities contribute to sustainable community development and environmental stewardship. *SDG 13: Climate Action* - the Mangrove Growing and Coastal Clean-Up initiative and urban gardening promote environmental preservation and climate resilience; and, *SDG 17: Partnerships for the Goals* - the collaborative efforts among university departments, local government units, student organizations, and community groups highlight strong partnerships for sustainable development.

These SDGs are the most prominent themes across the described programs, reflecting a holistic approach to community empowerment, health, education, environmental sustainability, and inclusivity.

iACADEMY

The External Linkages and Community Sustainability programs of iACADEMY is geared towards building strategic partnerships with public and private organizations to create meaningful programs and activities. These initiatives aim to provide holistic development to iACADEMY students, as well as create a positive impact on society.

Through the Social Orientation and Community Involvement (SOCI) unit under the External Linkages and Partnerships Department (ELPD), iACADEMY’s official social development arm, the institution intends to involve its constituents in various community engagement opportunities.

To date, the SOCI unit has been spearheading several initiatives with its community and institutional partners based on the needs assessment, on-site meetings, and virtual consultations with its partners.

Together, the Senior High School (SHS) - Humanities and Social Sciences (HUMSS) students for their Community Engagement, Solidarity and Citizenship (CESC) class and College - National Service Training Program (NSTP) produced service learning projects for partners from World Wild Fund on July 14, 2023 for Nature (WWF PH), on July 4, 2023 for the School for Experiential and Entrepreneurial Development (SEED PH), on July 18, 2023 for Cartwheel Foundation Inc., on July 13, 2023 for Special Achievers, and on April 25, 2023 for the Gawad Kalinga - SIPAG (GK Sipag) Program. These community engagement projects were integrated in their classes and the students were also graded on the outputs they developed for Community Development partners. This year, there were around 11 Community Engagement, Solidarity and Citizenship (CESC) students and 256 National Service Training Program (NSTP) students who participated in the program.

As one of the top schools in the country that offers technology-centered and industry-driven programs, iACADEMY supported the educational partners as part of their community development initiative through the Project B.R.I.D.G.E (Building Relationships with Industry Donors and Givers for Education) and the Adopt a School Program by the Department of Education. On October 6, 2023 iACADEMY’s Dean from the School of Computing, Dr. Francisco Napalit, conducted a workshop titled “Securely Unraveling the AI Enigma: A Mind-Bending Workshop of Chatbots, Encryption, and Interactive Slides.

On October 18, 2023, iACADEMY launched its School Recycling Project for Plastic Bank PH which is a joint program of the Building Administration and Facilities, SOCI unit, and the Central Student

Organization (CSO) to promote responsible plastic waste segregation in the campus. As an ethical recycling company, Plastic Bank will be buying the recycled plastic bottles at a higher price than the average junk shop. All proceeds from the selling of the plastic bottles will be shared by the CSO for student activities and the Building Administration and Facilities Department for special projects such as school beautification and emergency funds for the utilities staff and security guards.

iACADEMY collaborated with the Philippine National Red Cross, Rizal Chapter, Makati Branch, for a Blood Donation Drive on October 20, 2023. A total of 77 pre-registration sign-ups were recorded, with 63 individuals registering as donors. As the day unfolded, 37 individuals stepped forward as heroes, successfully donating their precious life-giving blood. Among these heroes were students and dedicated iACADEMY faculty and staff. Each volunteer's donation of one (1) bag, or 450ml, of blood is a vital contribution to the cause. These seemingly small acts collectively resulted in more than 16 liters of blood across various blood types being added to the PNRC's blood reserve.

In celebration of National Book Week, on November 9, 2023, iACADEMY's Library team and the SOCI unit organized a mobile library for the Sama Bajau beneficiaries of the Cartwheel Foundation. This activity aims to promote literacy and reading among children aged 6-12 years old. It also provides a platform for students to interact with their partners through games and storytelling sessions.

iACADEMY partnered with World Vision Philippines for the 'Share Ko Lang' fundraising and outreach activities for the benefit of the Baseco Learning Center. With the support of iACADEMY employees, teachers, alumni, and students, SOCI have raised a total of ₱15,785.50 for school supplies and Christmas gifts for 30 students from Baseco. Pocket activities were done last November 6-10, 17, and on December 4, 2023 for the culminating outreach program.

As part of the SBLA Week 2024 activities, iACADEMY had a talk about the concept of "Social Entrepreneurship" and its impact to the community. SOCI invited Mr. Shanonraj Khadka, Director of Work in Progress and Co-founder of GK Farm Innovations Inc., and Ms. Monica Aclan, Deputy Executive Director of Project PEARLS, to speak to 50 SBLA students last February 29, 2024.

SOCI, together with Fashion Design, had a learning session on April 5, 2024 about 'How Fashion Empower Women and Communities' during the 'Re-Fashion Week 2024.' SOCI invited the partners from Project PEARLS to talk about the G.R.O.W (Giving Resources and Opportunities for Women) program and how it supports their women workforce. The G.R.O.W 'Nanays' also gave a Macramé workshop for 20 Fashion Design students.

The School of Computing volunteered to conduct a Basic MS Office Workshop in partnership with Barangay Bangkal, Makati LGU. The workshop had a total of 37 students from Bangkal Elementary School and Barangay Bangkal in the two (2) batches held on May 4, 2024, and June 29, 2024.

SOCI unit plans to refine the community extension goals for the current year, prioritizing long-term and sustainable projects in collaboration with partners. These initiatives are centered around educational endeavors, including capacity-building workshops, skills development training programs, and the creation of educational materials. Additionally, SOCI aims to host talks and seminars tailored for both the students and partners. Furthermore, SOCI is enhancing interactions within the iACADEMY community and promoting volunteerism by offering engaging and purposeful activities for participation.

For SY 2024-2025, the SOCI continued to serve as the institutional arm for community extension at iACADEMY. Guided by the institution's mission and core values, the SOCI spearheaded initiatives that promote social awareness, strengthen civic responsibility, and foster long-term, meaningful engagement with partner communities.

SOCI focused on scalable outreach, capacity-building, and values-driven volunteerism in collaboration with civil society organizations, government units, and grassroots institutions in SY 2024-2025. Programs were co-developed through needs assessments and emphasized mutual benefit for both community beneficiaries and student-volunteers. The following are the programs conducted during the said school year:

Cybersecurity and Digital Citizenship Workshop (July 2024)

Partnered with Barangay Bangkal and Bangkal High School to equip 68 students with practical knowledge on digital safety, responsible tech use, and cyber ethics. This initiative was made possible through the active participation of 33 iACADEMY volunteers, including students, faculty, and parents, who generously shared their time and expertise.

#GirlsCan Campaign – World Vision PH (September 2024)

A social awareness forum advocating for gender equality and empowerment. Attended by 278 students, with high engagement from SHS and college. The forum featured influential media personalities and youth ambassadors as guest speakers, who inspired participants to champion inclusivity, respect, and empowerment in their communities.

iREAD for Youth Literacy Project (September 2024)

An institutional storytelling and arts workshop for Grade 2 learners at Bangkal Elementary School, designed to spark imagination and creative learning through interactive activities. The initiative was supported by 31 dedicated iACADEMY volunteers, who actively engaged with the students to create a fun, meaningful, and impactful learning experience.

Mental Health Wellness Program: Daily Reset (October 2024)

A 7-day online mental health program in partnership with One Holistic Community provided participants with guided breathing, meditation, and sound healing to promote emotional well-being and mindfulness. The program was successfully piloted with 22 students and employees marking a meaningful step toward strengthening our commitment to holistic health and wellness.

Dugtong Buhay: Joint Blood Donation Drive (November 2024)

In collaboration with the Philippine Red Cross, Department of Budget and Management (DBM), Philippine National Police (PNP), and Philippine Coast Guard (PCG), iACADEMY successfully facilitated the collection of 280 bags of blood, a significant increase from the previous year's turnout. This multi-sectoral initiative was made possible through the efforts of 102 dedicated volunteers, showcasing the power of collaboration in saving lives and strengthening community health.

Community Christmas Outreach (December 2024)

Organized as a gift-giving activity for 40 Grade 2 students and their families from Barangay Bangkal, in partnership with OSAS. The initiative was made possible through the generosity of the iACADEMY community, raising ₱6,100 worth of donations, and the support of 52 dedicated volunteers who helped bring joy and meaningful assistance to the beneficiaries.

Basic Canva Workshop (December 2024)

This was an employability skills program for Bangkal youth and DepEd teachers, equipping 20 participants with practical skills in visual design for professional presentations and CVs, boosting their career readiness.

Break the Cycle: Online Negativity & E-waste Advocacy (January 2025)

Led by the School of Computing and co-organized with Barangay Bangkal, this event tackled digital citizenship and e-waste management. It also featured the donation of computer desktops to the community learning center, strengthening access to technology and sustainable digital practices.

ARTSI: Arts for Children Outreach (March 2025)

A student-led initiative in partnership with the Ministry for Children's Education and local Barangay partners that delivered a free arts program for 30 underprivileged children. The activity was made possible through the creativity and commitment of 24 iACADEMY volunteers, fostering learning, self-expression, and community engagement.

Community Needs Assessment – Barangay Bangkal (April 2025)

As part of iACADEMY's continuing partnership with Barangay Bangkal, the SOCI, together with faculty and staff from the School of Computing, General Education, and the External Linkages and Partnerships Department, conducted an in-depth needs assessment involving 56 residents. The interview session provided key insights into pressing barangay concerns, including livelihood, education, and digital access.

Exploratory Visit and Community Dialogue with the Dumagat IP Community (April 2025)

In a pioneering effort, iACADEMY launched its first engagement with the Dumagat Indigenous Group in General Nakar, Quezon province through a site visit and community dialogue. Aligned with the institution's commitment to inclusivity and sustainability, the discussions centered on cultural preservation, livelihood needs, and the development of future capacity-building initiatives, laying the groundwork for long-term collaboration and empowerment.

Through the various social orientation activities and community involvement initiatives conducted from July 1, 2024 to June 30, 2025, iACADEMY was able to make a meaningful impact by reaching over 900 beneficiaries and mobilizing the support of more than 400 student, faculty, and staff volunteers across all programs. These efforts reflect iACADEMY's strong commitment to social responsibility and collaborative engagement with the communities it serves.

Business of Issuer

STI Holdings, being a holding company, derives its revenues from dividends declared by its operating subsidiaries namely, STI ESG, STI WNU and iACADEMY. It also derives income from business advisory services it provides to the subsidiaries.

STI ESG is the largest subsidiary of STI Holdings. The core business of STI ESG is establishing, maintaining, and operating educational institutions. Its primary revenue streams are derived from the tuition and other school fees generated by its own schools, supplemented by the royalties and fees earned from various educational services provided to its franchised schools.

STI ESG offers a comprehensive range of academic programs, including secondary (Senior High School) and tertiary (college and TESDA) programs, as well as post-graduate and associate programs. The STI ESG colleges provide associate and baccalaureate degrees, along with technical-vocational programs, across key disciplines: Information Technology (IT), Business and Management, Hospitality Management, Tourism Management, Arts and Sciences, Engineering, Education, Maritime, and Criminal Justice Education. These programs adhere to accreditation standards set by CHED and/or TESDA, as applicable. Furthermore, STI ESG's education centers focus on offering technical-vocational courses accredited by TESDA, specializing in fields such as information technology, multimedia arts, hospitality and restaurant services, culinary arts, and tourism and events management, among others.

STI WNU, for its part, offers baccalaureate degree programs in education, engineering, criminology, IT, arts and sciences, business and management and hospitality and tourism management. These programs are authorized by CHED. The University also offers programs for graduate studies in the

fields of business and education. In addition, it offers basic education from nursery to senior high school with tracks in academic and technical-vocational-livelihood. These programs are authorized by DepEd.

iACADEMY operates as a high-end school and likewise derives revenues from tuition and other school fees. It offers baccalaureate degree programs in IT, business and arts. It also offers senior high school. Its campuses are along Yakal St. in Makati City and in Cebu I.T. Park, Lahug, Cebu City.

STI ESG School Programs

Tertiary Programs

BS in Information Systems
BS in Computer Science
BS in Information Technology
BS in Accountancy
BS in Management Accounting
BS in Accounting Information System
BS in Business Administration major in Operations Management
BS in Hospitality Management
BS in Retail Technology and Consumer Science
BS in Culinary Management
BS in Tourism Management
BS in Computer Engineering
BA in Communication
Bachelor of Multimedia Arts
BA in Psychology
BS in Marine Engineering*
BS in Marine Transportation*
BS in Naval Architecture and Marine Engineering*
BS in Criminology
3-year Hotel and Restaurant Administration
2-year Information Technology Program
2-year Associate in Computer Technology
2-year Hospitality and Restaurant Services
2-year Tourism and Events Management
2-year Associate in Retail Technology

Senior High School Programs

Academic Track

- Accountancy, Business and Management
- Humanities and Social Sciences
- Science, Technology, Engineering, and Mathematics
- General Academic Strand

Technical-Vocational-Livelihood Track

- ICT Strand with specializations in:
 - o Computer Programming
 - o Animation
 - o Illustration
 - o Computer Systems Servicing
- Home Economics Strand with specializations in:
 - o Commercial Cooking
 - o Cookery
 - o Bartending

- o Food and Beverage Services
- o Bread and Pastry Production
- o Local Guiding Services
- o Travel Services
- o Tourism Promotions Services
- o Front Office Services
- Industrial Arts Strand with specialization in:
 - o Electronic Products Assembly and Servicing

Junior High School
Grades 7 to 10

**These maritime programs are offered only to students of NAMEI Polytechnic College, Inc.*

STI WNU School Programs

Tertiary

BS in Hospitality Management
BS in Tourism Management
BS in Criminology
BS in Information Technology
BS in Computer Science
BS in Accountancy
BS in Business Administration major in Marketing Management
BS in Business Administration major in Financial Management
BS in Management Accounting
BS in Retail Technology and Consumer Science
Bachelor of Early Childhood Education
Bachelor of Physical Education
Bachelor of Secondary Education major in English and Filipino
Bachelor of Elementary Education
Teacher Certificate Program
BS in Psychology
BS in Mathematics
BA in Communication
BA in English Language
BS in Electrical Engineering
BS in Civil Engineering
BS in Mechanical Engineering

School of Graduate Studies (SGS)

Doctor of Philosophy in Educational Management
Doctor in Public Administration
Doctor in Business Administration
Master of Arts in Education
Master in Business Administration
Master in Public Administration

Basic Education

Pre-Elementary (Nursery, Kinder 1 and Kinder 2)
Elementary (Grades 1 to 6)
Junior High School (Grades 7 to 10)

Senior High School

Academic Track

- Accountancy, Business and Management
- Humanities and Social Sciences
- Science, Technology, Engineering and Mathematics

Technical-Vocational-Livelihood Track

- Maritime Specialization Strand
- ICT Strand
- Home Economics Strand

iACADEMY School Programs

College

School of Computing

- BS in Computer Science (Software Engineering)*
- BS in Computer Science (Cloud Computing)
- BS in Computer Science (Data Science)
- BS in Entertainment and Multimedia Computing (Game Development)*
- BS in Information Technology (Web Development)

School of Business and Liberal Arts

- BS in Business Administration major in Marketing Management
- BS in Business Administration major in eManagement
- BS in Real Estate Management*
- BA in Psychology
- BS in Accountancy

School of Design and Arts

- BS in Animation**
- BA in Multimedia Arts and Design*
- BA in Fashion Design and Technology
- BA in Film and Visual Effects
- BA in Music Production and Sound Design

**Also offered at the Cebu campus.*

***Offered as BA in Animation at the Cebu campus.*

Senior High School

Academic Track

- Accountancy, Business and Management
- Humanities and Social Sciences
- Science, Technology Engineering and Mathematics (Robotics)

Technical-Vocational-Livelihood Track

- ICT Strand with specializations in:
 - o Computer Programming (Software Development)
 - o Animation
 - o Graphic Illustration
- Home Economics Strand with specialization in:
 - o Fashion Design

Arts & Design Track

- Media and Visual Arts (Multimedia Arts)
- Music (Audio Production)

Professional Accreditations

STI ESG

STI ESG has strategically implemented and maintained quality management standards to ensure academic excellence and global compliance.

International Organization for Standardization 9001:2008 (ISO 9001:2008)

On February 5, 2015, STI ESG received the official ISO 9001:2008 Certification for its Learning Delivery System (LDS). The certification marked a significant institutional milestone, affirming the Group's commitment to academic excellence by meeting global standards in the delivery of its educational services.

International Organization for Standardization 9001:2015 (ISO 9001:2015)

STI ESG achieved distinction by becoming one of the pioneer institutions to be awarded the ISO 9001:2015 Quality Management System (QMS) Certification. This certification represented a crucial upgrade for the LDS, placing heightened focus on risk-based thinking, improving applicability to educational services, and establishing increased leadership requirements. Significantly, the scope of the LDS was concurrently broadened to include the Senior High School level and expanded to cover student program development and job placement assistance.

The institution successfully maintained its certification during the surveillance audit conducted by the ISO certifying body TÜV Rheinland Philippines, Inc. on November 15, 2024. STI ESG was specifically lauded for several key system developments that enhanced operational efficiency and student support. These advancements included the implementation of the HCM (or Human Capital Management) System to streamline Human Resource processes, the SPE Checker tool to reduce the time faculty members spend on student exam evaluations, and the modification of the SPE Test Bank to accommodate the new exam format for BS Accountancy and BS Criminology. Further, STI ESG invested in physical infrastructure by upgrading the PABX (or Private Automatic Branch Exchange) to enhance overall functionality and accommodate future communication needs and improving the CCTV camera system for enhanced image and night vision quality.

External recognition was also highlighted during the audit, citing numerous awards. These included the Filipino Brand of Service Excellence (FBSE) from the Department of Tourism, multiple distinctions from the Public Relations Society of the Philippines (PRSP) Quill Awards for both the STI Official Facebook Page and Student's Career Opportunity and Personality Evaluator (SCOPE), and an Awardee for Partners Appreciation and Recognition by the Department of Education. The institution was also recognized as the Huawei 2024 Excellent Global Talent Alliance Partner and the second authorized Huawei ICT Academy Support Center by Huawei Philippines.

STI WNU

The various programs of the University are accredited under any of the following bodies: PACUCOA Accreditation and FAPE, while all Academic Programs including Graduate Studies and Basic Education (Pre-School, Elementary, Junior High School and Senior High School) are certified

International Organization for Standardization 9001:2015 (ISO 9001:2015 - Quality Management System) and 21001:2018 (ISO 21001:2018 - Educational Organization Management System) by Det Norske Veritas Germanischer Lloyd (DNV GL).

The following table shows the accreditation status of the different programs:

PROGRAM	LEVEL	EXPIRATION
Liberal Arts (AB English Language)	Level IV	December 2026
Bachelor of Science in Business Administration	Level IV	December 2026
Bachelor of Elementary Education	Level IV	December 2026
Bachelor of Secondary Education	Level IV	December 2026
Master of Arts in Education	Level IV	January 2028
Master in Public Administration	Level IV	January 2028
Doctor of Philosophy in Educational Management	Level III RA	December 2026
Bachelor of Science in Criminology	Level III RA	April 2028
Bachelor of Science in Psychology	Level III RA	December 2026
Bachelor of Science in Information Technology	Level II 1 st RA	February 2030
Bachelor of Science in Hospitality Management	Level I Formal	April 2026
Bachelor of Science in Accountancy	Candidate Status	January 2026
Bachelor of Science in Management Accounting	Candidate Status	January 2026
Bachelor of Science in Mathematics	Candidate Status	January 2026
Bachelor of Science in Tourism Management	Candidate Status	January 2026
Bachelor of Science in Computer Science	Candidate Status	January 2026
Bachelor of Science in Electrical Engineering	Candidate Status	January 2026
Bachelor of Science in Mechanical Engineering	Candidate Status	January 2026
Doctor in Public Administration	Candidate Status	January 2026
Master in Business Administration	Candidate Status	January 2026
School of Basic Education – High School	PEAC-Certified Status	SY 2026-2027

In addition, the University has been an Education Service Contracting (ESC) participating school for FAPE from SY 2008-2009 to the present in accordance with the PEAC assessment as commissioned by DepEd. This has allowed qualified junior high school students and teachers of the University to receive annual subsidy through the GASTPE Program of DepEd.

iACADEMY

As part of its commitment to academic excellence and continuous quality assurance, iACADEMY actively engages in institutional and program-level accreditations. These validations ensure that its offerings remain industry-relevant, globally competitive, and aligned with national and international academic benchmarks.

One of the key accrediting bodies that iACADEMY is accredited by is the PACUCOA—a private, voluntary, non-stock, and non-profit organization that grants formal recognition to academic programs that uphold excellent standards in their operations and outcomes.

iACADEMY’s current professional accreditations and recognitions include:

- BS Computer Science – Level I Accredited Status (PACUCOA)
- iACADEMY Senior High School Program – Recognized by the Department of Education (DepEd)
- All undergraduate degree programs – Recognized by the Commission on Higher Education (CHED) and compliant with national quality standards

These accreditations reflect iACADEMY’s unwavering dedication to quality instruction, continuous program improvement, faculty development, and student achievement. By undergoing rigorous external evaluation processes, the institution reaffirms its mission to produce graduates who are innovative, globally competent, and industry-ready.

Employees

STI ESG

STI ESG had 1,756 employees—1,063 of whom were faculty members, 489 were non-teaching personnel, and 204 employees were from the main office as of June 30, 2025. STI ESG provides employees with development programs that assist them in effectively carrying out their jobs and prepare them for career advancement.

FUNCTION	NUMBER OF EMPLOYEES
Main Office	
Senior Management	9
Managers	56
Staff	139
<i>Subtotal</i>	204
STI Schools	
Teaching Personnel (wholly-owned schools)	1,063
Non-teaching Personnel (wholly-owned schools)	489
<i>Subtotal</i>	1,552
STI ESG GRAND TOTAL	1,756

STI WNU

STI WNU has 579 employees consisting of 147 non-teaching personnel which include managers and executive level employees, and 432 full-time and part-time teaching personnel.

FUNCTION	NUMBER OF EMPLOYEES
Senior Management	6
Managers	20
<i>Subtotal</i>	26
Teaching Personnel	
Full time	200
Part time	232
	432
Non-teaching Personnel	121
<i>Subtotal</i>	553
STI WNU GRAND TOTAL	579

iACADEMY

iACADEMY has 274 employees, 157 of whom are full-time and part-time faculty members, and 117 non-teaching personnel, including rank-and-file to executive level employees.

FUNCTION	NUMBER OF EMPLOYEES
Senior Management	9
Managers	14
<i>Subtotal</i>	23
Teaching Personnel	
Full time	35
Part time	122
	157
Non-teaching Personnel	94
<i>Subtotal</i>	251
iACADEMY GRAND TOTAL	274

Item 2. PROPERTIES

STI Holdings

The Parent Company owns properties located in Quezon City and in Davao which are recognized as noncurrent asset held for sale and investment property, respectively, in the statement of financial position as at June 30, 2024. The property in Quezon City has a total land area of 15,275 sq. m. while the real estate property in Davao has an area of 40,184 sq. m.

STI ESG

STI ESG maintains a substantial portfolio of properties, comprised of owned and long-term leased locations that serve as sites for school buildings and grounds. There are also properties that are held for investment. The following table sets forth information on the properties that STI ESG owns.

LOCATION	TYPE (Owned unless otherwise indicated)	USE	AREA (IN SQ.M)	
			LOT	FLOOR
Batangas City	Land and building	School Campus	6,564	8,099
Cainta, Rizal	Land and building	School Campus	39,880	16,289
		Administration Building	-	5,676
Calamba City	Building Land is on long-term lease	School Campus	6,237	7,453
Caloocan City	Land and building	School Campus	15,495	13,773
Carmona, Cavite	Land and building	School Campus	6,582	3,917
Cubao, Quezon City	Land and building	School Campus	3,768	9,982
EDSA, Pasay City	Land and building	School Campus	3,911	19,812
Fairview, Quezon City	Land and buildings A & B	School Campus	1,808	4,696
	Buildings C & D are on long-term lease		-	3,172
Fort Bonifacio, Global City	Building Land is on long-term lease	School Campus	2,632	10,101
Kalibo, Aklan	Land	School Campus	1,612	-
Kauswagan, Cagayan de Oro City	Land and building	School Campus	17,563	2,704
Las Piñas City	Land and building	School Campus	10,000	10,469
Legazpi City	Land and building	School Campus	4,149	5,492
Lipa City	Land and building	School Campus	3,222	13,276
Lucban, Baguio City	Land and building	School Campus	731	1,796
Lucena City	Building Land is on long-term lease	School Campus	4,347	8,056
Meycauayan City, Bulacan	Land	School Campus	2,459	-
Muntinlupa City	Land	School Campus	3,266	-
Naga City	Land and building	School Campus	5,170	4,506
Novaliches, Quezon City	Land and building	School Campus	4,983	8,362
San Jose del Monte City, Bulacan	Land and building	School Campus	4,178	11,637
Sta. Mesa, Manila	Building Land is on long-term lease	School Campus	3,691	16,379
Tanauan, Batangas	Land	School Campus	10,000	-
Tanay, Rizal	Land and building	School Campus	5,502	2,825
Valencia, Bukidnon	Land and building	School Campus	300	1,137
Ternate, Cavite	Townhouse	Training Center	-	107
Almanza, Las Piñas City	3 Condominium Units (37.2sqm/unit) and Parking	Investment Property	-	153
Ayala Avenue, Makati City	Condominium Units (4th, 5th & 6th floors of STI Holdings Center)	Investment Property	-	3,096

LOCATION	TYPE (Owned unless otherwise indicated)	USE	AREA (IN SQ.M)	
			LOT	FLOOR
BF Homes, Las Piñas City	Land and building	Investment Property	4,094	2,865
BF Homes, Las Piñas City	Land and building	Investment Property	3,091	2,003
Caliraya Springs, Cavinti, Laguna	Land	Investment Property	948	-
Cebu City	Land	Investment Property	1,100	-
Gil J. Puyat Avenue, Makati City	Condominium Units (10 th , 11 th , 12 th , and Upper Penthouse of TechZone Building)	Investment Property	-	7,928
Diversion Road, Brgy. San Rafael, Mandurriao, Iloilo City	Land	Investment Property	2,615	-
Sto. Tomas, Baguio City	Land	Investment Property	512	-

Listed in the table below is the campus ownership of franchised schools as of SY 2024-2025.

Owned by the School		Owned by STI Franchisee		Leased from other parties			
1	Balagtas	9	Balayan	15	Alaminos	25	Tagaytay
2	Dasmariñas	10	Baliuag	16	Angeles	26	Tarlac
3	General Santos	11	Cotabato	17	Bacoar		
4	Koronadal	12	Rosario	18	Cauayan		
5	Malolos	13	Surigao	19	Maasin		
6	Santa Rosa	14	Vigan	20	Marikina		
7	Tacurong			21	Muñoz-EDSA		
8	Tagum			22	Ormoc		
				23	San Fernando		
				24	San Jose		

Campus Expansion Projects

STI ESG's strategic direction focuses on organic business expansion and capital improvement projects by transitioning from rented spaces to wholly-owned, stand-alone academic centers. This commitment aims to enhance the student experience by providing a more conducive learning environment through state-of-the-art facilities, which include spacious classrooms, top-of-the-line computer laboratories, and recreational areas.

To date, STI ESG maintains a substantial physical network: 22 wholly-owned campuses feature newly constructed or renovated buildings, while 10 franchised schools have also constructed or renovated their own facilities and upgraded their infrastructure. As of June 30, 2025, STI ESG possesses a total accommodation capacity for approximately 155,581 students, with 72% of that capacity pertaining to the wholly-owned schools.

On October 1, 2022, STI ESG acquired two parcels of land, including existing improvements, in Meycauayan City, Bulacan, totaling 2,459 square meters. This property is designated as the future site of the STI Academic Center Meycauayan.

The new Academic Center Legazpi, occupying 4,149 square meters along Rizal Street, Cabagñan East, was inaugurated on June 24, 2022, following a groundbreaking ceremony on April 26, 2018. Designed to accommodate up to 2,500 students, the facility is equipped with specialized simulation laboratories for hands-on learning, such as a commercial kitchen, a mock hotel suite, travel and tours front desk, bar and dining hall, and modern classrooms.

STI ESG acquired properties in Tanay, Rizal, through an Extrajudicial Foreclosure, being declared the highest bidder on March 15, 2022. The acquisition was finalized via a Deed of Dacion En Pago on August 1, 2022, transferring the properties – consisting of a 5,502-square-meter parcel of land and a building with a 2,825-square-meter total floor area – to STI ESG, free from all liens, encumbrances, claims, and occupants. STI Colleges of Rizal, Inc. (STI College Tanay) operates its school campus on this site.

On June 20, 2024, STI ESG and Total Consolidated Asset Management, Inc. executed a Deed of Absolute Sale to acquire 76.0 million common shares, with a par value of ₱1.0, representing 100% of the total issued and outstanding capital stock of Clinquant Holdings, Inc. (CHI) for ₱180.0 million. CHI is the registered owner of a 10,000-square-meter parcel of land located at President Jose P. Laurel Highway, Barangay Darasa in Tanauan City, Batangas, which is designated as the future site of the STI Academic Center Tanauan.

STI ESG acquired a 3,266-square-meter parcel of lot in South Park District, Alabang, Muntinlupa City. The acquisition was structured through a Contract to Sell executed in June 2024, followed by a Deed of Sale on Installments executed on September 30, 2024. Pursuant to the Deed, STI ESG gained physical possession and control of the property on the same date. The groundbreaking ceremony for the construction of the new Academic Center Alabang was held in February 2025.

During the year ended June 30, 2024, STI ESG conducted roof deck waterproofing activities and installed solar panels at STI Academic Center Ortigas-Cainta. These projects, completed in November 2023, had a combined cost of ₱10.6 million for the solar installation and ₱6.1 million for waterproofing. The solar panels at this location boast a total capacity of 212 kilowatts (kW) and have already yielded cost savings for both administrative and school energy consumption.

Furthermore, a total of five wholly-owned and operated schools – STI College Pasay-EDSA, STI College Novaliches, STI College Las Piñas, STI College Sta. Mesa, and STI College Batangas – received installations that collectively provide an aggregate capacity of 674 kW. This achievement represented a combined capital investment of ₱22.8 million, which included associated costs for roofing repairs. The STI College Novaliches installation was finalized in July 2024, with the remaining campus projects concluded across various dates in September 2024.

STI ESG's campus expansion strategy is crucial for enhancing education delivery and increasing enrollment capacity in the coming years. The Group remains agile, actively seeking new investment and acquisition opportunities to fuel future organizational growth.

STI WNU

STI WNU is strategically located at the center of Bacolod City. The site is in close proximity to the Provincial Capitol, the New Government Center, Corazon Locsin Montelibano Memorial Regional Hospital (CLMMRH) and a number of commercial buildings mainly owned by Chinese businessmen.

The main campus houses the five-storey Main Building, three-storey Front Building which houses the HM IT Laboratories, two-storey Engineering Building, four-storey SBE Building, and other various facilities including the Gymnasium, Football Field, and Student Activity Center.

The campus boasts of a façade that reflects the University Signage – “STI West Negros University” – and showcases the admissions office and the refurbished Kitchen & Dining Laboratory that can be seen along Burgos Street.

The ground floor of the Main Building houses the office space for all staff and faculty. Various student services offices, such as the clinic, guidance services, and student records are also located here. A portion of the ground floor is dedicated to the state-of-the-art Maritime Simulator Rooms (Deck and Engine). All in all, the Main Building has 60 classrooms and laboratories that are equipped with air-conditioning and multimedia projection systems.

The Front Building houses four computer laboratories, the re-modeled HRM Laboratories such as the Kitchen, Food & Beverage Room, Hotel Suite and Front Desk Area. The building also has a multi-purpose area and fourteen classrooms that are equipped with air-conditioning and multimedia projection systems.

The following table is a summary of the institution’s properties:

LOCATION	TYPE	USE/COLLEGE	LOT AREA (IN SQ.M.)
Malaspina	Land & Building	University Gymnasium	814
			494
			1,512
Malaspina	Land & Building	University Gym, Canteen, Volleyball Court, Covered Court, Firing Range	5,803
Malaspina	Land & Building	GGA Building, Engineering Building	4,839
Malaspina	Land & Building	Old SBE Building	1,176
Malaspina	Land	Open Space	179
Burgos & Malaspina	Land & Building	Engineering Building	2,266
Burgos & Malaspina	Land & Building	Front Building	364
			139
Burgos & Malaspina	Land & Building	Main Building, Front Building	6,097
Burgos & Malaspina	Land & Building	Powerhouse	400
Hilado	Land & Building	New SBE Building	2,915
Hilado	Land & Building	Institute of Languages	1,135
Hilado	Land & Building	Swimming Pool	733
Hilado	Land	Botanical Garden	1,044
Burgos & Hilado	Land	Open Space	1,292

iACADEMY

iACADEMY Makati

iACADEMY launched iACADEMY Nexus in February 2018. This is a 12-storey building that sits on a 2,333 square-meter property along Yakal Street in Makati City. It houses over 100 classrooms and different laboratories such as Computer Laboratories, Fashion Studio, Green Room, Sewing Room, Light Box Room and Counseling Simulation Room. These laboratories aim to provide the students with

first-hand experience of the course concept of their classes and the opportunity to explore and utilize the different software and hardware that are used in their discipline.

As part of the student services, iACADEMY also provides its students with the different facilities to support their holistic development such as Multi-faith Room, Counseling Rooms, Clinic, Dance Room, Org Room, Cafeteria with 836 seating capacity, Basketball court and running track which can be found at the lower and upper penthouse, Auditorium which can seat 600 people, and library with 190 seating capacity.

Since its launch, different improvements in iACADEMY Nexus were made to enhance the student learning experience. An extension of the library at 6th floor was opened to the students. The Nexus Gallery was also opened to showcase different exhibitions. A Sound Room was also set up for the AB Music Production and Sound Design program, as well as the Chemistry and Physics laboratory for the SHS STEM-Robotics program and BS Mechatronics Engineering Technology application. A new exhaust air system was built and installed inside the classrooms to improve air quality.. An Isolation Room was also constructed. The room is dedicated to anyone in the school who will be showing COVID symptoms. This particular isolation room is located outside the building so that it will be accessible during emergency transfer.

In SY 2022-2023, two laboratories were added for the College. The Testing and Assessment Laboratory for the Psychology students was set up on the 7th Floor and the MPSD Laboratory was set up at the 10th floor to cater to the specialized subjects of Music Production and Sound Design students.

During the school year 2023, the SODA Center was repurposed into a Library Extension for the College, to offer more space for students' library needs. A seismic accelerograph was also installed in the building. This device measures ground movement during an earthquake, which is vital for evaluating the building's structural integrity and ensuring the safety of its occupants. Additionally, roll-up doors were installed at each central staircase from the 6th floor to the Lower Penthouse. These roll up doors are designed to contain fire and smoke within a specific area in the event of a fire.

iACADEMY Cebu

The iACADEMY Cebu Campus is situated inside the I.T. Capital of Cebu, the Cebu I.T. Park. It is specifically located at the 5th floor of Filinvest Cebu Cyberzone Tower 2 Building, Salinas Drive, Lahug, Cebu City. The campus is at 1,500 sqm and consists of lecture rooms and different laboratories such as a Cintiq Tablet-equipped Computer Laboratory, a Multimedia Arts Computer Laboratory, a Lightbox-equipped Drawing Laboratory, and a Photography Room. These laboratories have the latest appropriate equipment and software to encourage and support students' innovative ideas in their field of study.

Each lecture room and laboratory is equipped with complete audio-visual equipment to give an enhanced teaching and learning experience for both students and faculty members. The lecture rooms are divided with operable walls with acoustic insulations. The operable walls aim to promote flexible learning spaces that are of sufficient size to accommodate a range of different learning activities and can be easily configured to suit different activities.

The campus also consists of student services facilities that can serve the various needs of the students. These facilities include a spacious library with computers that can be used by the students to access iACADEMY'S vast collection of online learning resources, a health services center, academic advising and counseling rooms, a multipurpose room for co-curricular and extracurricular student activities, and a student lounge. iACADEMY Cebu Campus is on a long-term lease.

Item 3. LEGAL PROCEEDINGS

STI Holdings and its subsidiaries are involved in various legal proceedings which arise in the ordinary course of their operations. Following existing regulatory requirements, no such legal proceedings, either individually or in the aggregate, are expected to have a material adverse effect on the Group's consolidated financial condition.

For further details on the pending legal proceedings of the Group, please refer to Note 34, Contingencies and Commitments, of the Audited Consolidated Financial Statements attached hereto.

Item 4. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS

Except for matters taken up during the annual meeting of stockholders held on December 18, 2024, there was no other matter submitted to a vote of security holders during the period covered by this report.

PART II - OPERATIONAL AND FINANCIAL INFORMATION

Item 5. MARKET FOR ISSUER'S COMMON EQUITY AND RELATED STOCKHOLDER MATTERS

Market Price and Dividends of Registrant's Common Equity and Related Stockholder Matters

(1) Market Information

The Parent Company's common stock is traded on the PSE under the stock symbol "STI". As of the date of this Report, the Parent Company has 9,904,806,924 shares outstanding.

As of June 30, 2025, the high share price of the Parent Company was ₱1.66 and the low share price was ₱1.63. As of September 30, 2025, the high share price of the Parent Company was ₱1.41 and the low share price was ₱1.38.

The following table sets forth the Parent Company's high and low prices per share for each quarter of the past two (2) years and the first, second and third quarters of 2025:

	High	Low
2025		
Third Quarter	1.69	1.28
Second Quarter	1.81	1.18
First Quarter	1.52	1.32
2024		
Fourth Quarter	1.38	1.15
Third Quarter	1.35	0.76
Second Quarter	1.00	0.75
First Quarter	0.86	0.46
2023		
Fourth Quarter	0.50	0.39
Third Quarter	0.43	0.36
Second Quarter	0.41	0.34
First Quarter	0.39	0.33

The Parent Company's public float as of June 30, 2025 is 2,981,616,687 shares equivalent to 30.10% and 3,049,740,687 shares equivalent to 30.79% as of June 30, 2024 of the total issued and outstanding shares of the Parent Company.

(2) Holders

As of June 30, 2025, there were 1,258 shareholders of the Parent Company's outstanding capital stock. The Parent Company has common shares only.

The following table sets forth the top 20 shareholders of the Parent Company's common stock, the number of shares held, and the percentage of total shares outstanding held by each as of June 30, 2025.

NAME OF STOCKHOLDER	NUMBER OF SHARES	PERCENTAGE OF OWNERSHIP
PCD NOMINEE CORPORATION (Filipino)	3,266,265,088 ¹	32.9766%
TANCO, EUSEBIO H.	1,652,685,444	16.6857%
PRUDENT RESOURCES, INC.	1,614,264,964	16.2978%
EUJO PHILIPPINES, INC.	806,157,130	8.1390%
BIOLIM HOLDINGS AND MANAGEMENT CORP. (FOMERLY: RESCOM DEVELOPERS, INC.)	794,343,934	8.0198%
PCD NOMINEE CORPORATION (Non-Filipino)	696,330,840	7.0302%
TANTIVY HOLDINGS INC. (FORMERLY: INSURANCE BUILDERS, INC.)	626,776,992	6.3280%
EXIMIOUS HOLDINGS, INC. (FORMERLY: CAPITAL MANAGERS AND ADVISORS, INC.)	405,835,332	4.0974%
CLASSIC FINANCE INC.	15,013,155	0.1516%
TANCO, ROSIE L.	13,000,000	0.1312%
DEL PRADO, EMMANUEL P.	3,500,000	0.0353%
VITAL VENTURES MANAGEMENT CORPORATION	2,800,000	0.0283%
YU, JUAN G. OR JOHN PETER C. YU	1,300,000	0.0131%
CASA CATALINA CORPORATION	1,000,000	0.0101%
EDAN CORPORATION	861,350	0.0087%
MENDOZA, ROSELLER ARTACHO	600,000	0.0061%
YU, JUAN G. OR JOHN PHILIP YU	600,000	0.0061%
CASTIGADOR, LERIO CABALLERO AND/OR VICTORINA P. CASTIGADOR	399,000	0.0040%
TACUB, PACIFICO B.	200,000	0.0020%
NOLASCO, MA. CHRISTMAS R.	140,000	0.0014%

¹ Eusebio H. Tanco is the beneficial owner of 13,450,000 shares. Prudent Resources, Inc. is the beneficial owner of 6,820,085 shares. Biolim Holdings and Management Corp. is the beneficial owner of 18,282,861 shares. Tantivy Holdings, Inc. is the beneficial owner of 3,000,000 shares. Eximious Holdings, Inc. is the beneficial owner of 20,000,000 shares.

(3) Cash Dividends

- a) On December 18, 2024, cash dividends amounting to ₱0.045 per share or the aggregate amount of ₱445.7 million were declared by the Board of Directors in favor of all stockholders on record as at January 9, 2023 payable on January 31, 2023.
- b) On December 21, 2023, cash dividends amounting to ₱0.030 per share or the aggregate amount of ₱297.1 million were declared by the Board of Directors in favor of all stockholders on record as at January 10, 2024 payable on January 31, 2024.
- c) On December 19, 2022, cash dividends amounting to ₱0.015 per share or the aggregate amount of ₱148.6 million were declared by the Board of Directors in favor of all stockholders on record as at January 6, 2023 payable on January 31, 2023.

In the meeting of the Board of Directors of the Parent Company held on February 15, 2018, the Board adopted a revised policy on the declaration of dividends starting with Fiscal Year 2017-2018 in order to (1) clarify the dividend declaration policy of not less than 25% of the Parent Company's core net income from the previous fiscal year; and (2) provide the definition of the core net income of the Parent Company.

The Board approved a dividend declaration policy of not less than 25% of the core net income of the Parent Company from the previous fiscal year, subject to compliance with the requirements of applicable laws and regulations, statutory limitations and/or restrictions, terms and conditions which may be imposed on the Parent Company by lenders or other financial institutions, and the Parent Company's investment plans and financial condition.

Core net income is defined as consolidated net income after income tax derived from the Parent Company's main business-education and other recurring income.

The amount of dividends will be reviewed periodically by the Board in light of the Parent Company's earnings, financial conditions, cash flows, capital requirements and other considerations, while maintaining a level of capitalization that is commercially sound and sufficient to ensure that the Parent Company can operate on a standalone basis.

Dividends shall be declared and paid out of the Parent Company's unrestricted retained earnings which shall be payable in cash, property or stock to all shareholders on the basis of outstanding stock held by them.

Unless otherwise required by law, the Board, at its sole discretion, shall determine the amount, type and date of payment of the dividends to the shareholders, taking into account various factors, including:

- The level of the Parent Company's earnings, cash flow, return on equity and retained earnings;
- Its results for and its financial condition at the end of the year in respect of which the dividend is to be paid and its expected financial performance;
- The projected levels of capital expenditures and other investment programs;
- Restrictions on payments of dividends that may be imposed on it by any of its financing arrangements and current or prospective debt service requirements; and
- Such other factors as the Board deems appropriate.

(4) Recent Sales of Unregistered or Exempt Securities

There is no sale of unregistered or exempt securities for the past three (3) years.

Item 6. MANAGEMENT’S DISCUSSION AND ANALYSIS

This discussion summarizes the significant factors affecting the financial condition of STI Education Systems Holdings, Inc. (“STI Holdings” or the “Parent Company”) and its subsidiaries (hereafter collectively referred to as the “Group”) as at June 30, 2025 and 2024 and operating results for the years ended June 30, 2025, 2024 and 2023.

The following discussions should be read in conjunction with the attached audited consolidated financial statements of the Group as at and for the years ended June 30, 2025 and 2024, and for all the other periods presented.

Financial Condition

June 30, 2025 vs. June 30, 2024

LIQUIDITY AND CAPITAL RESOURCES

(in ₪ millions except financial ratios)

	June 30, 2025	June 30, 2024	June 2025 vs. June 2024	
			Increase (Decrease)	
			Amount	%
Consolidated financial position				
Cash and cash equivalents	2,732.6	1,855.5	877.1	47.3%
Current assets	3,599.7	3,659.0	(59.3)	(1.6%)
Total assets	17,014.3	15,441.8	1,572.5	10.2%
Current liabilities	1,954.2	1,770.5	183.7	10.4%
Total liabilities	4,529.1	4,869.4	(340.3)	(7.0%)
Equity attributable to equity holders of the parent	12,367.1	10,481.1	1,886.0	18.0%
Total equity	12,485.2	10,572.4	1,912.8	18.1%
Financial ratios				
Debt-to-equity ratio (D/E)*	0.34	0.44	(0.10)	(22.7%)
Current ratio	1.84	2.07	(0.23)	(11.1%)
Debt service cover ratio (DSCR)**	4.13	2.86	1.27	44.4%
Asset-to-equity ratio	1.36	1.46	(0.10)	(6.8%)
Interest cover ratio (ICR)**	18.19	11.71	6.48	55.4%

*STI ESG monitors its D/E ratio in accordance with the financial covenants prescribed in the loan and trust agreements (see Notes 18 and 19 of the Audited Consolidated Financial Statements). As at June 30, 2025 and 2024, STI ESG is compliant with the D/E ratio requirement of all its loan and trust agreements.

**DSCR for bank loans purposes is measured as earnings before interest, taxes, depreciation and amortization, and nonrecurring gains/losses (EBITDA) for the last twelve months divided by the total interest-bearing debts and interest due in the next twelve months. The Term Loan Agreement with China Banking Corporation (Chinabank) prescribes that the financial covenants shall be observed and computed based on STI ESG’s unaudited interim consolidated financial statements as at and for the six-month period ending December 31 of each year and based on the audited consolidated financial

statements as at and for the fiscal year ending June 30 of each year. STI ESG is compliant with the required covenant under the Chinabank Term Loan agreement as at June 30, 2025 and 2024 (see Note 18 of the Audited Consolidated Financial Statements).

The term loan agreements with Bank of the Philippine Islands (BPI) and Metropolitan Bank & Trust Company (Metrobank) prescribe that the financial covenants shall be observed and computed annually based on STI ESG's audited consolidated financial statements as at and for the fiscal year ending June 30 of each year. STI ESG is compliant with the DSCR requirement as at June 30, 2025 and 2024, as defined in the term loan agreements (see Note 18 of the Audited Consolidated Financial Statements).

In April 2024, Chinabank-Trust and STI ESG executed a second supplemental agreement to (i) replace the financial covenant on DSCR of not less than 1.05:1.00 with an Interest Coverage Ratio (ICR) of not less than 3.00:1.00 and (ii) amendment of the definition of EBITDA (see Note 19 of the Audited Consolidated Financial Statements). STI ESG is compliant with the ICR requirement as at June 30, 2025 and 2024 at 14.95:1.00 and 9.37:1.00, respectively.

The Group's financial position continues to remain strong, with cash resources generated mostly by operating activities. Financial ratios are healthy and well within bank covenants.

The Group's consolidated total assets amounted to ₱17,014.3 million as at June 30, 2025 compared to ₱15,441.8 million as at June 30, 2024. Current assets amounted to ₱3,599.7 million, posting a decline of ₱59.3 million from ₱3,659.0 million while noncurrent assets grew by ₱1,631.8 million to ₱13,414.6 million as at June 30, 2025 from ₱11,782.8 million as at June 30, 2024. The overall increase in consolidated total assets is the result of another school year of strong operations. The net increase in cash and cash equivalents amounting to ₱877.1 million was primarily driven by the Group's burgeoning profitability and more efficient collection of tuition and other school fees from students, partially offset by its financing and investing cash outflows. The net income after income tax of the Group for the year ended June 30, 2025 is ₱2,215.6 million, 38% higher than the ₱1,608.4 million net income generated for the year ended June 30, 2024.

Cash and cash equivalents increased by ₱877.1 million or 47% from ₱1,855.5 million to ₱2,732.6 million as at June 30, 2024 and 2025, respectively. The Group generated net cash from operating activities amounting to ₱3,000.5 million arising from the collection of tuition and other school fees from students and collection from the Department of Education (DepEd) for the Senior High School (SHS) vouchers and Commission on Higher Education (CHED) for the Tertiary Education Subsidy (TES). These funds were primarily utilized to fund major capital expenditures of STI ESG, including the second installment for the acquisition of a parcel of land located at South Park District, Alabang, Muntinlupa City, the construction of a new school building at the STI Ortigas-Cainta campus, down payment related to the construction of STI Academic Center Tanauan and the related disbursement for the construction of STI Academic Center Alabang. Net cash used in investing activities at ₱1,082.1 million likewise include expenditures related to solar panel installations, classroom expansion projects, and acquisition of various equipment and furniture for the schools owned and operated by STI ESG. The funds were also utilized for the renovation of STI WNU's university gymnasium, construction and renovation of powerhouses and construction of a materials recovery facility.

The Group's net cash used in financing activities amounting to ₱1,041.1 million during the fiscal year ended June 30, 2025 is primarily attributed to (1) principal repayments aggregating to ₱562.2 million for STI ESG's term loans with Chinabank, BPI, and Metrobank, alongside interest and bond coupon payments totaling ₱215.6 million and (2) cash dividends. On December 18, 2024, STI ESG declared cash dividends amounting to ₱0.15 per share or an aggregate amount of ₱462.3 million to stockholders of record as of December 31, 2024, of which ₱456.1 million was paid on January 17, 2025 to the Parent Company and ₱4.2 million was paid to non-controlling interests as at June 30, 2025. Meanwhile, the Parent Company declared cash dividends amounting to ₱0.045 per share or an aggregate amount of ₱445.7 million to stockholders of record as of January 9, 2025. The Parent Company paid the cash

dividends on January 31, 2025. These outflows were partially offset by the ₱200.0 million loan drawn from STI ESG's Term Loan Facility with BPI in December 2024.

Total receivables amounted to ₱538.0 million as at June 30, 2025, posting an increase of ₱71.1 million from ₱466.9 million as at June 30, 2024. The receivables balance is composed largely of amounts expected to be collected from students for tuition and other school fees and from DepEd, CHED, and Development Bank of the Philippines (DBP) for SHS vouchers, TES and financial assistance to students, respectively. Receivables from students are normally collected on or before the date of major examinations while receivables from DepEd, CHED and DBP are expected to be collected in full within the next fiscal year.

Receivables from students pertaining to tuition and other school fees increased by ₱18.2 million from ₱418.1 million as at June 30, 2024 to ₱436.3 million as at June 30, 2025. Outstanding receivables from DepEd for the SHS qualified vouchers, substantially pertaining to School Year (SY) 2024-2025, amounted to ₱19.8 million as at June 30, 2025, compared to ₱16.6 million as at June 30, 2024. The SHS Voucher Program is a financial assistance program wherein subsidies in the form of vouchers are provided to qualified SHS students who enroll in participating institutions. A Qualified Voucher Recipient (QVR) is entitled to a subsidy ranging from ₱14,000 to ₱22,500 annually. DepEd, through the Private Education Assistance Committee, facilitates the transfer of funds to the participating schools. Accounts receivable from CHED amounted to ₱1.6 million and ₱2.4 million as at June 30, 2025 and 2024, respectively.

The DBP Resources for Inclusive and Sustainable Education Program (DBP RISE) grants financial assistance to deserving students from the ranks of underprivileged Filipino families who aspire to pursue studies in DBP-accredited public and private tertiary schools. DBP RISE covers: (1) the total cost of tuition fees for all year levels of the entire course or program based on the partner school's tuition fee structure which is determined at the beginning of the first term of the course or program, and (2) student support fund which covers other school fees, miscellaneous fees, and living allowance that are determined and set by DBP. Receivables related to DBP RISE decreased from ₱2.2 million as at June 30, 2024 to ₱1.9 million as at June 30, 2025.

Receivables from the franchised schools for the educational services rendered by STI ESG and for the sale of educational materials and supplies amounted to ₱89.9 million as at June 30, 2025, higher by 44% or ₱27.5 million from the ₱62.4 million balance as at June 30, 2024. The receivables from franchised schools largely represent the cost of educational services, as well as the educational materials and supplies and network charges for franchised schools of STI ESG. Network charges mainly consist of fees for the use of eLearning Management System (eLMS), Microsoft and Adobe license subscriptions, and other related services. Receivables for educational services are recognized based on the percentage of the tuition and other school fees collected by the franchised schools from their students, DepEd and CHED.

Rent and related receivables decreased by ₱14.1 million to ₱58.8 million as at June 30, 2025 from ₱72.9 million as at June 30, 2024 representing collection of rental payments from various lessees, and reimbursements of fit-out costs from STI ESG's lessee during the year ended June 30, 2025.

The Group's allowance for expected credit losses (ECL) recognized in relation to the adoption of Philippine Financial Reporting Standards (PFRS) 9, *Financial Instruments*, decreased from ₱227.4 million as at June 30, 2024 to ₱185.4 million as at June 30, 2025 reflecting the net effect of the write-off of receivables amounting to ₱101.9 million and the ₱59.9 million provision for ECL for the year ended June 30, 2025. The receivables which were written off were largely associated with tuition and other school fees for SYs 2019-2020 to 2021-2022 as well as receivables from students of STI WNU pertaining to SY 2008-2009 up to SY 2012-2013. For the years ended June 30, 2023, and 2022, STI ESG, STI WNU

and iACADEMY had adopted an interim policy to defer the write-off of receivables due to the impact of the COVID-19 pandemic.

Inventories rose by 8% or ₱12.2 million from ₱157.1 million as at June 30, 2024 to ₱169.3 million as at June 30, 2025. The increase is substantially due to the purchase of student uniforms during the last quarter of the fiscal year ended June 30, 2025 in preparation for SY 2025-2026.

Prepaid expenses and other current assets decreased by ₱2.3 million from ₱150.6 million to ₱148.3 million as at June 30, 2024 and 2025, respectively. Advances to suppliers registered a decline of ₱7.1 million or 25%, reflecting completion of delivery of goods and/or services acquired. This decrease was partially offset by a ₱3.4 million increase in prepaid subscriptions and licenses, substantially pertaining to eLMS and Adobe license subscriptions. These subscriptions are normally renewed annually and recognized as expense in accordance with the terms of the agreements.

The carrying value of STI ESG's investment in quoted equity shares of RL Commercial REIT, Inc. (RCR), a real estate investment trust (REIT) company listed on the Philippine Stock Exchange, amounted to ₱7.42 and ₱5.25 per share or an aggregate value of ₱11.5 million and ₱8.1 million as at June 30, 2025 and 2024, respectively. STI ESG recognized dividend income from RCR amounting to ₱0.6 million in 2025 and the same amount in 2024.

Noncurrent asset held for sale amounting to ₱1,020.7 million as at June 30, 2024 represents the carrying value of the land, building and land improvements located in Quezon City (the "Quezon City dacion properties"), which were received by the Parent Company through the deeds of dacion executed in 2016. On June 24, 2021, the Parent Company's BOD approved the sale of the Quezon City dacion properties to a potential buyer as these properties have not been used in business since its conveyance to the Parent Company. With the classification as noncurrent asset held for sale, the Parent Company ceased the accounting for the Quezon City dacion properties as investment properties on June 30, 2021 and carried the said properties at the lower of its carrying amount and fair value less costs to sell. In May and June 2022, the Parent Company issued to several brokers an authority to sell and to perform all efforts in connection with the sale of the Quezon City dacion properties to prospective buyers. In 2023, the Parent Company started its negotiation with a real estate group for the sale of the properties. As at June 30, 2024, the said real estate group was still looking for a real estate developer to partner with in the development of the land.

As at June 30, 2025 and October 13, 2025, management remains committed to its plan to sell the Quezon City dacion properties. However, considering that the timing of the sale is highly uncertain, management reclassified the Quezon City dacion properties from "Noncurrent asset held for sale" back to "Investment properties" at the lower of: (a) its carrying amount before the asset was classified as held for sale, adjusted for depreciation that would have been recognized had the asset not been classified as held for sale, of ₱1,013.0 million, and (b) its recoverable amount of ₱4,394.5 million based on the latest valuation conducted by independent appraisers on August 28, 2024. Accordingly, management recognized the adjustment to the carrying amount of its Quezon City dacion properties amounting to ₱7.7 million as "Loss on remeasurement of noncurrent asset held for sale" in the consolidated statement of comprehensive income for the year ended June 30, 2025.

Property and equipment, net of accumulated depreciation, amounted to ₱10,453.5 million and ₱9,926.2 million as at June 30, 2025 and 2024, respectively. The increase is substantially attributed to STI ESG's acquisition of a parcel of land in Alabang, Muntinlupa City, the construction of a new school building at STI Ortigas-Cainta, solar panel installation projects, acquisition of various equipment and furniture, and renovation and expansion of the facilities in schools owned and operated by STI ESG and in STI WNU.

Construction-in-progress as at June 30, 2025 is primarily related to the costs incurred for the construction of STI Academic Center Tanauan and the new school buildings at STI Fairview and STI Batangas. The construction project at STI Academic Center Tanauan is expected to be completed in time for SY 2026-2027 while the new school buildings at STI Fairview and STI Batangas are scheduled for completion within SY 2025-2026. Also included in this account are the costs related to the renovation of STI WNU's university gymnasium, construction and renovation of powerhouses, and the construction of a materials recovery facility. The renovation and construction projects in STI WNU have been completed by September 2025.

These additions to the "Property and equipment" account were offset by the depreciation expense recognized by the Group for the year ended June 30, 2025, reflecting the allocation of costs of these assets over their respective useful lives.

Investment properties increased by ₱837.6 million, net of depreciation expense for the year, from ₱1,187.0 million as at June 30, 2024 to ₱2,024.6 million as at June 30, 2025, primarily due to the reclassification of the Quezon City dacion properties amounting to ₱1,013.0 million from Noncurrent asset held for sale to Investment properties as discussed in the preceding paragraphs. This was partially offset by STI ESG's reclassification of its Meycauayan property from "Investment Properties" to "Property and Equipment" as at June 30, 2025, following the preparation for the construction of a new school building for STI Meycauayan.

Investments in and advances to associates and joint venture increased by 17% or ₱3.6 million due to the Group's equity share in the net income of its associate.

Deferred tax assets (DTA), net of the related deferred tax liability (DTL), increased by ₱8.4 million from ₱43.0 million to ₱51.4 million as at June 30, 2024 and 2025, respectively, largely representing taxes due on tuition and other school fees collected in advance. In accordance with statutory regulations, tuition and other school fees which are collected in advance are subject to income tax upon receipt.

Goodwill, intangible and other noncurrent assets increased by ₱257.9 million from ₱528.8 million as at June 30, 2024 to ₱786.7 million as at June 30, 2025. This increase mainly pertains to advances to suppliers, recognized under "Other noncurrent assets" amounting to ₱290.4 million. Downpayments were made for the construction of STI Academic Center Alabang and STI Academic Center Tanauan. Advances were also recorded for iACADEMY's (1) sound room isolation and acoustic treatment, and (2) installation of outdoor LED wall.

Accounts payable and other current liabilities increased by ₱45.5 million from ₱950.6 million to ₱996.1 million as at June 30, 2024 and 2025, respectively. Accounts payable rose by ₱77.8 million from ₱445.2 million to ₱523.0 million as at June 30, 2025. This includes the last installment due to Avida Land Corp. amounting to ₱102.1 million for the parcel of land acquired by STI ESG in South Park District, Alabang which is due in February 2026, partly offset by payments made on short-term obligations during the fiscal year ended June 30, 2025.

Accrued expenses rose by ₱31.5 million from ₱228.4 million as at June 30, 2024 to ₱259.9 million as at June 30, 2025 primarily due to expenses incurred but not yet paid as of June 30, 2025. This increase was partly offset by lower interest payables, resulting from principal repayments on STI ESG's Term Loan Facilities with various local banks.

Excess payments for refund amounted to ₱47.9 million and ₱57.2 million as at June 30, 2024 and 2025, respectively. These represent excess payments made by students, arising from overpayments, sponsorship adjustments, or approved scholarships. These amounts are recognized as a liability and will remain as such until the necessary documentation to initiate the refund process is received. The refunds are expected to be settled within the next fiscal year.

Advance rent decreased by ₱8.1 million from ₱12.5 million as at June 30, 2024 to ₱4.4 million as at June 30, 2025 reflecting the expiration of certain lease agreements. The remaining balance represents amounts received by STI ESG and iACADEMY which will be earned and applied within the next fiscal year.

Unearned tuition and other school fees rose by 42% or ₱71.3 million from ₱171.5 million as at June 30, 2024 to ₱242.8 million as at June 30, 2025. This account refers to the advance payments of tuition and other school fees received for the school year commencing after the financial reporting date and will be recognized as revenues in the related school terms within the next fiscal year.

Income tax payable amounted to ₱43.7 million and ₱25.3 million as at June 30, 2025 and 2024, respectively. The balances as at June 30, 2025 and 2024 represent the income tax obligations of STI ESG and several of its subsidiaries, as well as the income tax payable of STI WNU and iACADEMY for the related fiscal years. The notable increase in income tax payable is attributed to the increased profitability of the Group. Income tax obligations of the Parent Company and AHC for the years ended June 30, 2025 and 2024 were entirely offset by their respective tax credits.

Current portion of interest-bearing loans and borrowings increased by ₱44.0 million from ₱536.3 million as at June 30, 2024 to ₱580.3 million as at June 30, 2025. The balance as at June 30, 2025 represents the current portion of the Term Loans of STI ESG with BPI, Chinabank and Metrobank amounting to ₱144.4 million, ₱240.0 million, and ₱200.0 million, respectively, net of deferred finance charges aggregating to ₱4.1 million.

The balance as at June 30, 2024 represents the current portion of STI ESG's term loans with Chinabank, BPI and Metrobank. On June 28, 2024, iACADEMY fully paid its term loan with Chinabank. On March 19, 2024, STI ESG settled the amortization due on its Term Loan Facility with Chinabank amounting to ₱120.0 million.

The noncurrent portion of interest-bearing loans and borrowings decreased by ₱403.7 million from ₱1,549.8 million to ₱1,146.1 million as at June 30, 2024 and June 30, 2025, respectively, net of the related deferred finance charges aggregating to ₱7.3 million as at June 30, 2025. The decrease is primarily due to the reclassification from non-current portion to current portion of interest-bearing loans and borrowings of the amounts that are due in the next twelve months. The decrease is net of the long-term portion of the loan drawn from STI ESG's Term Loan Facility with BPI in December 2024 amounting to ₱200.0 million of which ₱44.4 million is classified under current portion as at June 30, 2025.

Current portion of lease liabilities increased by ₱4.5 million from ₱86.9 million as at June 30, 2024 to ₱91.4 million as at June 30, 2025, representing lease obligations which are due within the next twelve months. Noncurrent lease liabilities decreased by ₱33.5 million from ₱403.2 million as at June 30, 2024 to ₱369.7 million as at June 30, 2025. Lease liabilities are recognized based on the present value of the remaining lease payments, discounted using the incremental borrowing rate at the date of the initial application. The amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. The measurement and presentation of lease liabilities are recognized in the audited consolidated financial statements of the Group following the adoption of PFRS 16, *Leases*.

STI ESG's bonds payable, classified as noncurrent liabilities, amounted to ₱816.7 million and ₱815.0 million as at June 30, 2025 and 2024, respectively. These balances are net of deferred finance charges representing bond issue costs with carrying values of ₱3.3 million and ₱5.0 million as at June 30, 2025 and 2024, respectively. These relate to STI ESG's ₱3.0 billion bond issuance listed on the Philippine Dealing and Exchange Corporation (PDEx), consisting of 7-year bonds due in 2024 and 10-year bonds due in 2027. The Series 7-Year Bonds amounting to ₱2,180.0 million with fixed annual coupon rate of

5.8085% matured and were fully paid in March 2024 while the 10-year Bonds remain outstanding with a coupon rate of 6.3756% per annum.

Pension liabilities decreased by ₱29.7 million from ₱129.8 million to ₱100.1 million as at June 30, 2024 and 2025, respectively. This is mainly due to the recognition made by STI ESG of the past service cost amounting to ₱21.9 million in 2024 associated with the adoption of the STI Education Services Group, Inc. Multi-Employer Retirement Plan (STI ESG Multi-employer Retirement Plan), which was approved by the BOD of STI ESG in June 2024. The revised plan was established to streamline STI ESG's existing retirement programs. Also, the Group recognized favorable remeasurement adjustments on the equity shares forming part of the Group's pension assets. The Group contributed an aggregate of ₱14.5 million to the pension fund during the year ended June 30, 2025.

Other noncurrent liabilities declined by ₱60.4 million from ₱90.7 million to ₱30.3 million as at June 30, 2024 and 2025, respectively. The decrease is primarily due to the forfeiture of the security deposit and advance rentals of iACADEMY's lessee in accordance with the provisions of the sublease agreement and the termination deed, which stipulate that such amounts shall be forfeited in the event of pre-termination of the sublease agreement. The sublease agreement was pre-terminated effective June 30, 2025. Also included in noncurrent liabilities as at June 30, 2024 is the deposit for future stock subscription recognized by STI Training Academy. The deposit for future stock subscription was reclassified by STI ESG from liability to equity section, as part of the "Equity Attributable to Non-controlling Interests", having met the required conditions for classification under the equity section. As at October 13, 2025, the application for increase in STI Training Academy's authorized capital stock is pending approval by the SEC.

Cost of shares held by a subsidiary decreased by ₱67.7 million from ₱498.1 million to ₱430.4 million representing the cost of 68 million shares of stock of the Parent Company previously held by STI ESG which were sold in August and September 2024 and in January 2025.

Additional paid-in capital increased by ₱20.3 million in recognition of the gain on the sale of shares of the Parent Company held by STI ESG, as discussed above.

Cumulative actuarial gain increased by ₱34.1 million from ₱44.4 million to ₱78.5 million as at June 30, 2024 and 2025, respectively, due to the impact of unrealized remeasurement gains for the year ended June 30, 2025 resulting from the improvement in market value of the investments under the Group's pension plan assets.

Unrealized fair value adjustment on equity instruments at FVOCI is down by ₱2.9 million from ₱20.3 million to ₱17.4 million as at June 30, 2024 and 2025, respectively, representing fair value adjustments in the market value of STI ESG's investment in its quoted and unquoted equity instruments.

Retained earnings increased by ₱1,766.9 million from ₱6,529.0 million to ₱8,295.9 million as at June 30, 2024 and 2025, respectively, substantially due to the net income attributable to equity holders of the Parent Company recognized for the year ended June 30, 2025 amounting to ₱2,191.1 million less cash dividends declared by the Group in December 2024 amounting to ₱424.2 million.

Financial Condition

June 30, 2024 vs. June 30, 2023

LIQUIDITY AND CAPITAL RESOURCES

(in ₦ millions except financial ratios)

	June 30, 2024	June 30, 2023	June 2024 vs. June 2023	
			Increase (Decrease)	
			Amount	%
Consolidated financial position				
Cash and cash equivalents	1,855.5	1,958.8	(103.3)	(5.3%)
Current assets	3,659.0	3,781.6	(122.6)	(3.2%)
Total assets	15,441.8	15,083.2	358.6	2.4%
Current liabilities	1,770.5	3,451.9	(1,681.4)	(48.7%)
Total liabilities	4,869.4	5,873.4	(1,004.0)	(17.1%)
Equity attributable to equity holders of the parent	10,481.1	9,127.9	1,353.2	14.8%
Total equity	10,572.4	9,209.8	1,362.6	14.8%
Financial ratios				
Debt-to-equity ratio*	0.44	0.62	(0.18)	(29.0%)
Current ratio	2.07	1.10	0.97	88.2%
Debt service cover ratio (DSCR)**	2.86	0.60	2.26	376.7%
Asset-to-equity ratio	1.46	1.64	(0.18)	(11.0%)
Interest cover ratio (ICR)**	11.71	7.37	4.34	58.9%

*STI ESG monitors its D/E ratio in accordance with the financial covenants prescribed in the loan and trust agreements (see Notes 18 and 19 of the Audited Consolidated Financial Statements). As at June 30, 2024 and 2023, STI ESG is compliant with the D/E ratio requirement of all its loan and trust agreements.

**DSCR for bank loans purposes is measured as EBITDA for the last twelve months divided by the total interest-bearing debts and interest due in the next twelve months. In August 2022, Chinabank granted STI ESG's request to waive the DSCR requirement for the year ended June 30, 2023 and the period ended December 31, 2023. The Term Loan Agreement with Chinabank prescribes that the financial covenants shall be observed and computed based on STI ESG's unaudited interim consolidated financial statements as at and for the six-month period ending December 31 of each year and based on the audited consolidated financial statements as at and for the year ending June 30 of each year. With the waiver, STI ESG is compliant with the required covenant under the Chinabank Term Loan agreement as at June 30, 2023. iACADEMY is likewise compliant with Chinabank's DSCR requirement as at June 30, 2023.

DSCR under STI ESG's bond trust agreement is defined as EBITDA for the last twelve months divided by total interest-bearing debts and interest due in the past twelve months. DSCR under both the Term Loan and Bond Trust Agreements is pegged at 1.05:1.00. STI ESG's DSCR as at June 30, 2023, as defined in the bond trust agreement, is 2.36:1.00. STI ESG is compliant with the required covenants as at June 30, 2023.

The term loan agreements with BPI and Metrobank prescribe that the financial covenants shall be observed and computed annually based on STI ESG's audited consolidated financial statements as at and for the year ending June 30 of each year. STI ESG is compliant with the DSCR requirement as at June 30, 2024, as defined in the term loan agreements (see Note 18 of the Audited Consolidated Financial Statements).

In April 2024, Chinabank-Trust and STI ESG executed a second supplemental agreement to (i) replace the financial covenant on DSCR of not less than 1.05:1.00 with an Interest Coverage Ratio (ICR) of not less than 3.00:1.00 and (ii)

amendment of the definition of EBITDA (see Note 19 of the Audited Consolidated Financial Statements). STI ESG is compliant with the ICR requirement as at June 30, 2024 at 9.37:1.00.

The Group's financial position continues to remain strong, with cash resources generated mostly by operating activities. Financial ratios are healthy and well within bank covenants.

The Group's consolidated total assets amounted to ₱15,441.8 million as at June 30, 2024 compared to ₱15,083.2 million as at June 30, 2023. Current assets amounted to ₱3,679.2 million, down by ₱102.4 million from ₱3,781.6 million while noncurrent assets grew by ₱461.0 million to ₱11,762.6 million as at June 30, 2024. The overall increase in consolidated total assets is the result of another school year of strong operations. The net decrease in cash and cash equivalents amounting to ₱103.3 million was primarily due to the Group's financing and investing activities, which aggregated to ₱2,835.8 million for the year. The net income after income tax of the Group for the year ended June 30, 2024 is ₱1,608.4 million, 84% higher than the net income generated for the year ended June 30, 2023. The more efficient collection of receivables from students contributed as well to the ₱2,724.5 million net cash generated from operating activities, which funded the Group's capital expenditures and payment of interest-bearing loans and borrowings.

Cash and cash equivalents decreased by ₱103.3 million or 5% from ₱1,958.8 million to ₱1,855.5 million as at June 30, 2023 and 2024, respectively. The Group generated net cash from operating activities amounting to ₱2,724.5 million arising from the collection of tuition and other school fees from students and collection from DepEd for the Senior High School vouchers and CHED for the Tertiary Education Subsidy. These funds were partly utilized to pay the contractors and suppliers for the construction of iACADEMY's Cebu campus and STI WNU's new School of Basic Education building, and the renovation of STI WNU's Engineering building. Other investing activities included disbursements related to STI ESG's solar panel installation, classroom expansion projects, and recent construction and other renovation and rehabilitation projects in several STI schools. On June 20, 2024, STI ESG acquired from Total Consolidated Asset Management, Inc. (TCAMI) 100% of the total issued and outstanding capital stock of Clinquant Holdings, Inc. (CHI), a company that owns a real estate in Tanauan, Batangas, in the amount of ₱180.0 million. In addition, STI ESG paid TCAMI a 15% deposit or ₱60.5 million to acquire 100% ownership of Phosphene Holdings, Inc. (PHI), which owns the property adjacent to CHI's property described earlier. STI ESG also made a ₱45.1 million downpayment on June 10, 2024 for the acquisition of a parcel of land with a total area of 3,266 square meters, located at South Park District, Alabang, Muntinlupa City. These properties are intended sites of STI schools.

In March 2024, STI ESG made drawdowns from its Metrobank and BPI credit facilities. These loan proceeds were utilized to partially finance the full redemption of STI ESG's series 7-year bonds aggregating to ₱2,180.0 million which matured on March 23, 2024. STI ESG and iACADEMY made principal payments for interest-bearing loans and borrowings, substantially with Chinabank, aggregating to ₱333.0 million and ₱140.0 million, respectively. Interest payments on these loans and on STI ESG's bond issue amounted to ₱212.2 million. STI ESG declared cash dividends amounting to ₱0.20 per share or an aggregate amount of ₱616.4 million to stockholders of record as of January 10, 2024, of which ₱608.1 million was paid on January 12, 2024 to the Parent Company and ₱5.4 million was paid to non-controlling interests as at June 30, 2024. STI WNU declared cash dividends amounting to ₱75.3 million to stockholders of record as of December 31, 2023 which were paid on January 10, 2024. Meanwhile, the Parent Company declared cash dividends amounting to ₱0.03 per share or an aggregate amount of ₱297.1 million to stockholders of record as of January 10, 2024. The cash dividends were paid on January 31, 2024.

Total receivables amounted to ₱466.9 million as at June 30, 2024, posting a decrease of ₱3.7 million from ₱470.6 million as at June 30, 2023. The receivables balance is composed largely of amounts expected to be collected from students for tuition and other school fees, from DepEd, CHED, and DBP for the SHS vouchers, TES and financial assistance to students, respectively. Receivables from students are

normally collected on or before the date of major examinations while receivables from DepEd, CHED and DBP are expected to be collected in full within the next fiscal year.

Receivables from students, which pertained to tuition and other school fees, decreased significantly by 30% or ₱177.9 million from ₱596.0 million as at June 30, 2023 to ₱418.1 million as at June 30, 2024, reflecting the Group's improved collection efficiency considering the increased number of students. Outstanding receivables from DepEd for the SHS qualified vouchers, substantially pertaining to SY 2023-2024, amounted to ₱16.6 million as at June 30, 2024, compared to ₱10.0 million as at June 30, 2023. The SHS Voucher Program is a financial assistance program wherein subsidies in the form of vouchers are provided to qualified SHS students who enroll in participating institutions.

Accounts receivable from CHED amounted to ₱2.4 million and ₱3.7 million as at June 30, 2024 and 2023, respectively. Receivables related to DBP RISE increased from ₱1.6 million as at June 30, 2023 to ₱2.2 million as at June 30, 2024.

Receivables from the franchised schools for the educational services rendered by STI ESG amounted to ₱62.4 million as at June 30, 2024, higher by 12% or ₱6.8 million from the ₱55.6 million balance as at June 30, 2023. The receivables from franchised schools largely represent receivables for the sale of uniforms and prowares, network charges for the national youth convention and various software subscriptions during the year.

Rent and related receivables decreased by ₱16.6 million to ₱72.9 million as at June 30, 2024 from ₱89.5 million as at June 30, 2023 due to improved collection efficiency during the year ended June 30, 2024.

The Group's allowance for ECL decreased from ₱382.4 million as at June 30, 2023 to ₱227.4 million as at June 30, 2024 reflecting the write-off of receivables during the year ended June 30, 2024 amounting to ₱185.5 million and ₱30.5 million provision for ECL for the year. The receivables which were written-off were associated with tuition and other school fees from students for SYs 2019-2020 to 2021-2022. The respective BODs of STI Caloocan, STI Batangas, and STI Tanauan approved the write-off of receivables from students aggregating to ₱17.4 million for the year ended June 30, 2023. For the years ended June 30, 2023, and 2022, STI ESG, STI WNU and iACADEMY had adopted an interim policy to defer the write-off of receivables.

Inventories rose by 21% or ₱27.6 million from ₱129.5 million as at June 30, 2023 to ₱157.1 million as at June 30, 2024 due to the receipt of student uniforms during the last quarter of the year ended June 30, 2024 in preparation for SY 2024-2025.

Prepaid expenses and other current assets decreased by ₱42.4 million or 22% from ₱193.0 million as at June 30, 2023 to ₱150.6 million as at June 30, 2024 primarily due to the ₱38.9 million decrease in prepaid taxes as prior years' excess tax credits and creditable withholding taxes were applied to STI ESG and iACADEMY's income tax due for the year ended June 30, 2024. Also, ₱20.2 million of the Parent Company's excess creditable withholding taxes were reclassified to noncurrent asset. The increase in input VAT is attributed mainly to the acquisition of a parcel of land in South Park District, Alabang, Muntinlupa City, from which STI ESG recognized input VAT amounting to ₱24.7 million. STI WNU's input VAT registered a ₱3.1 million net increase due to the input VAT recognized from payments to contractors for the new SBE building construction. This account also includes input VAT recognized on the purchase of goods and services. Meanwhile, iACADEMY's input VAT decreased by ₱4.6 million upon application of the balance as of June 30, 2023 to its output VAT liabilities. Prepaid subscriptions and licenses, substantially pertaining to Microsoft license and eLMS subscriptions, Adobe Creative Cloud, Sophos Firewall, and Toon Boom Harmony subscriptions, amounted to ₱18.3 million and ₱23.2 million as at June 30, 2023 and 2024, respectively. iACADEMY secured additional software licenses for its Cebu campus. These subscriptions are normally renewed annually and recognized as expense in accordance with the terms of the agreements. The current portion of STI ESG's advances to suppliers

as at June 30, 2023, were applied against full payment when the orders for uniforms were completed and delivered in 2024.

The carrying value of STI ESG's investment in quoted equity shares of RCR, a real estate investment trust (REIT) company listed on the Philippine Stock Exchange, amounted to ₱5.25 and ₱5.80 per share or an aggregate value of ₱8.1 million and ₱9.0 million as at June 30, 2024 and 2023, respectively. STI ESG recognized dividend income from RCR amounting to ₱0.6 million each in 2024 and 2023.

Noncurrent asset held for sale which amounted to ₱1,020.7 million as at June 30, 2024 and 2023 represents the carrying value of the land, building and land improvements located in Quezon City (the "Quezon City dacion properties"), which were received by the Parent Company through the deeds of dacion executed in 2016. As of June 30, 2024, the Group was still in negotiation with the real estate group who was looking for a real estate developer to partner with in the development of the Quezon City dacion properties.

Property and equipment, net of accumulated depreciation, amounted to ₱9,926.2 million and ₱9,684.7 million as at June 30, 2024 and 2023, respectively. The increase primarily reflects capital expenditures, including the construction of a new building in STI Ortigas-Cainta campus and a new three-storey building in STI Lipa, installation of solar panels, classroom expansions, and various renovation and rehabilitation projects in certain STI ESG wholly-owned schools. Also, STI ESG acquired 100% ownership of CHI from TCAMI, as stated in the previous discussion on the sources and uses of cash. CHI is the registered and beneficial owner of a 10,000-square-meter parcel of land located at President Jose P. Laurel Highway, Barangay Darasa, Tanauan City, Batangas. STI WNU's property and equipment increased by ₱270.0 million, net of depreciation expenses, substantially due to the completion of its SBE building in May 2024, along with rehabilitation works on its main building, and ancillary works done in its Engineering building. The Group likewise invested in new computers, school equipment and furniture. The recognition of the right-of-use (ROU) assets on new and renewed lease agreements following PFRS 16, *Leases* also contributed to the increase in property and equipment. These additions to the "Property and equipment" account were offset by the depreciation expense recognized by the Group for the year ended June 30, 2024, reflecting the allocation of costs of these assets over their respective useful lives.

Investment properties increased by ₱149.5 million, net of depreciation expense for the year, from ₱1,037.5 million as at June 30, 2023 to ₱1,187.0 million as at June 30, 2024. The increase reflects the carrying value of STI ESG's land situated in Diversion Road, Brgy. San Rafael, Mandurriao, Iloilo City which was reclassified from "Property and equipment" to "Investment properties" account as at June 30, 2024.

Deferred tax assets (DTA), net of the related deferred tax liability (DTL), decreased by ₱7.7 million from ₱50.7 million to ₱43.0 million as at June 30, 2023 and 2024, respectively, primarily attributed to changes in the temporary differences related to allowance for ECL and application of NOLCO against income tax due recognized during the year ended June 30, 2024. In accordance with PFRS Accounting Standards, these temporary differences are accounted for in the calculation of deferred tax assets and liabilities.

Goodwill, intangible and other noncurrent assets increased by ₱93.0 million from ₱435.8 million as at June 30, 2023 to ₱528.8 million as at June 30, 2024. On June 10, 2024, STI ESG and Avida Land Corp. executed a contract to sell for the acquisition of a parcel of land with a total area of 3,266 square meters located at South Park District, Alabang, Muntinlupa City, for a total purchase price of ₱228.8 million. The purchase price is payable in three installments: (i) the amount of ₱45.1 million, inclusive of ₱24.7 million VAT, was settled on June 10, 2024; (ii) the amount of ₱81.6 million was paid by STI ESG on September 30, 2024, upon execution of the Deed of Sale on Installments (the "Deed"); and (iii) the amount of ₱102.1 million shall be paid by STI ESG on the 16th month after the execution of the Deed.

STI ESG likewise paid ₱9.2 million for taxes and other charges related to the sale on September 30, 2024. STI ESG shall be entitled to the physical possession and control over the lot upon execution of the Deed. Similarly, the Deed provides that STI ESG should start the construction within two years from the execution of the Deed. This lot is the future site of the new STI Academic Center Alabang.

On June 20, 2024, STI ESG and TCAMI executed a Share Purchase Agreement to acquire 100% of the total issued and outstanding capital stock (Subject Shares) of PHI for ₱403.2 million as discussed in a preceding paragraph. On the same date, STI ESG paid the 15% deposit or ₱60.5 million. The remaining balance of ₱342.7 million is due on the third anniversary of the Share Purchase Agreement. The agreement grants STI ESG the right to cancel the purchase of the Subject Shares at any time within the three-year period. If STI ESG opts to cancel, TCAMI shall refund the deposit within thirty (30) days from receipt of the written notice of cancellation. The transfer of the shares shall take place on the third anniversary of the Share Purchase Agreement's effectivity date or at an earlier date as mutually agreed upon by STI ESG and TCAMI. PHI owns a 25,202-square-meter parcel of land adjacent to the CHI property located at President Jose P. Laurel Highway, Barangay Darasa, Tanauan City, Batangas. This lot is the site of STI Academic Center Tanauan.

Goodwill, intangible and other noncurrent assets also includes advances to contractors and/or suppliers for the ongoing construction of the new school building at STI Ortigas-Cainta, classroom expansion projects of certain schools, and acquisition of various school equipment and furniture and for additional construction works in STI WNU's new SBE building. The related costs of these projects will be recognized to "Property and equipment" upon receipt of goods and/or as services are rendered.

Goodwill decreased by ₱14.3 million from ₱266.6 million to ₱252.3 million as at June 30, 2023 and 2024, respectively, due to the recognition of a provision for impairment of goodwill related to NAMEI Polytechnic Institute of Mandaluyong, Inc. (NPIM), which had ceased operations effective June 30, 2022.

Accounts payable and other current liabilities increased by ₱177.4 million from ₱773.2 million to ₱950.6 million as at June 30, 2023 and 2024, respectively. This increase is largely attributed to outstanding obligations as at June 30, 2024 related to the construction of STI Ortigas-Cainta's new building, recently completed construction projects, and various renovation and rehabilitation projects in several wholly-owned schools of STI ESG. Also included are STI WNU's payables for the ongoing construction of its new university canteen and a kitchen laboratory for its College of Hotel and Tourism Management, as well as for the rehabilitation of the student lounge and walkway.

Unearned tuition and other school fees increased by 27% or ₱30.3 million from ₱141.1 million as at June 30, 2023 to ₱171.4 million as at June 30, 2024. This account refers to the advance payments of tuition and other school fees received for the school year commencing after the financial reporting date and will be recognized as revenues in the related school terms within the next fiscal year.

Income tax payable amounted to ₱25.3 million and ₱1.1 million as at June 30, 2024 and 2023, respectively. The balance as at June 30, 2024 represents the income tax obligations of STI ESG and several of its subsidiaries, as well as the income tax payable of STI WNU and iACADEMY as at June 30, 2024. The notable increase in income tax payable is attributed to the change in preferential income tax rate for proprietary educational institutions which was reduced from 10% to 1% effective July 1, 2020, up to June 30, 2023. After the expiration of the temporary tax relief provided by the Corporate Recovery and Tax Incentives for Enterprises (CREATE) Law for proprietary educational institutions, the income tax rate reverted to its previous rate of 10%. Income tax obligations of STI ESG, iACADEMY, and the Parent Company for the year ended June 30, 2023 were entirely offset by their respective tax credits.

Current portion of interest-bearing loans and borrowings increased by ₱273.5 million from ₱262.8 million as at June 30, 2023 to ₱536.3 million as at June 30, 2024. The balance as at June 30, 2024 represents the current portion of STI ESG's term loans with Chinabank, BPI and Metrobank. On June 28, 2024, iACADEMY had fully paid its term loan with Chinabank. The balance as at June 30, 2023 represents the current portions of the Corporate Notes and Term Loan Facility Agreements of STI ESG with Chinabank amounting to ₱60.0 million and ₱120.0 million, respectively, and the LandBankACADEME Lending Program loan amounting to ₱3.0 million. It also includes iACADEMY's ₱79.8 million Term Loan balance with Chinabank. On March 19, 2024, STI ESG settled the amortization due on its Term Loan Facility with Chinabank amounting to ₱120.0 million.

The noncurrent portion of interest-bearing loans and borrowings increased by ₱741.1 million from ₱808.7 million to ₱1,549.8 million, net of deferred finance cost, as at June 30, 2023 and June 30, 2024, respectively. On March 7, 2024, STI ESG and BPI entered into a five-year term loan agreement up to the amount of ₱1,000.0 million. Of this amount, ₱500.0 million was drawn on March 18, 2024, subject to an interest rate of 8.4211% per annum. On March 8, 2024, STI ESG and Metrobank entered into a five-year term loan agreement of up to the amount of ₱2,000.0 million, of which ₱1,000.0 million was drawn on March 18, 2024, subject to an interest rate of 7.8503% per annum. STI ESG has elected to fix the principal repayments in ten (10) equal installments based on a semi-annual amortization schedule which will commence six (6) months from the date of initial borrowing until the maturity date. The proceeds from these loans were used to partially finance the full redemption of STI ESG's series 7-year bonds amounting to ₱2,180.0 million which matured on March 23, 2024.

On March 23, 2017, STI ESG successfully listed its ₱3.0 billion Series 7-year Bonds due in 2024 and Series 10-year Bonds due in 2027 (collectively, the "Bonds") on the Philippine Dealing and Exchange Corp. (PDEX) secondary market. The Bonds carry coupon rates of 5.8085% and 6.3756% for the 7-year and 10-year tenors, respectively. Interests are payable quarterly in arrears on June 23, September 23, December 23, and March 23 or the next business day if such dates fall on non-banking days, of each year commencing on June 23, 2017, until and including the relevant maturity dates. The Bonds payable is carried in the books at ₱815.0 million and ₱2,988.4 million as at June 30, 2024 and 2023, respectively, net of deferred finance charges representing bond issue costs with carrying values of ₱5.0 million and ₱11.6 million as at June 30, 2024 and 2023, respectively. The Series 7-Year Bonds amounting to ₱2,180.0 million matured and was fully paid in March 2024. On the other hand, the Series 10-Year Bonds maturing in March 2027 with a carrying value of ₱815.0 million as at June 30, 2024 is reported as "Bonds payable, noncurrent portion" under the "Noncurrent Liabilities" category. The proceeds of the bonds have been fully utilized as at March 31, 2019.

As at June 30, 2023, STI ESG is compliant with the covenants under the bond trust agreement, with its debt-to-equity ratio at 0.79:1.00 and DSCR at 2.36:1.00. DSCR, as defined in the bond trust agreement, is computed as EBITDA for the last twelve (12) months over total principal and interest due in the last 12 months. In April 2024, Chinabank-Trust and STI ESG signed a second supplemental agreement that changed some financial covenants. The previous DSCR requirement of at least 1.05:1.00 has been replaced with an Interest Cover Ratio (ICR) requirement of at least 3.00:1.00. Henceforth, STI ESG is required to maintain a debt-to-equity ratio of not more than 1.50:1.00 and an ICR of not less than 3.00:1.00 computed based on its consolidated financial statements. As at June 30, 2024, STI ESG is compliant with the covenants under the bond trust agreement, with its debt-to-equity ratio at 0.59:1.00 and ICR at 9.37:1.00.

Current portion of lease liabilities decreased by ₱11.6 million from ₱98.5 million as at June 30, 2023 to ₱86.9 million as at June 30, 2024, representing payments made during the year net of reclassification of lease obligations due within the next twelve months. Noncurrent lease liabilities decreased by ₱35.0 million from ₱438.2 million as at June 30, 2023 to ₱403.2 million as at June 30, 2024. Lease liabilities are recognized based on the present value of the remaining lease payments, discounted using the

incremental borrowing rate at the date of the initial application. The amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

Pension liabilities decreased by ₱10.0 million from ₱139.8 million to ₱129.8 million as at June 30, 2023 and 2024, respectively. Pension expense amounted to ₱34.7 million for the year ended June 30, 2024 reflecting the impact of the adoption of the Multi-Employer Retirement Plan for STI ESG and its subsidiaries. STI ESG recognized remeasurement adjustments attributed to the equity shares forming part of STI ESG's pension assets for the same fiscal year amounting to ₱36.7 million. STI ESG and STI WNU contributed ₱6.7 million and ₱3.4 million to the pension fund during the year ended June 30, 2024. Pension/retirement expenses of iACADEMY and STI WNU amounted to ₱4.8 million and ₱4.3 million, respectively, for the year ended June 30, 2024.

Other noncurrent liabilities decreased by ₱21.4 million from ₱112.1 million to ₱90.7 million as at June 30, 2023 and 2024, respectively, as advanced rent and security deposits were applied to rent receivables and refunded to lessees of iACADEMY and STI ESG upon termination of lease contracts. Also included in noncurrent liabilities are the deposits for future stock subscription recognized by STI Training Academy. On January 26, 2024, the BOD of STI Training Academy approved a cash call totaling ₱20.0 million to fund the company's capital expenditures and operating expenses. Of this amount, ₱12.0 million was contributed by STI ESG, while an additional ₱8.0 million was provided by another interested party. The latter's contribution was recognized as a "Deposit for future stock subscription" under "Noncurrent liabilities" as at June 30, 2024.

Cumulative actuarial gain increased by ₱38.9 million from ₱5.5 million to ₱44.4 million as at June 30, 2023 and 2024, respectively, due to the impact of unrealized remeasurement gains for the year ended June 30, 2024 resulting from the improvement in market value of the investments under the Group's pension plan assets.

Unrealized fair value adjustment on equity instruments at FVOCI is up by ₱5.2 million representing fair value adjustments resulting from the appreciation in the market value of STI ESG's investment in quoted equity shares.

Retained earnings increased by ₱1,309.1 million from ₱5,219.9 million to ₱6,529.0 million as at June 30, 2023 and 2024, respectively, substantially due to the net income attributable to equity holders of the Parent Company recognized for the year ended June 30, 2024 amounting to ₱1,591.2 million, net of cash dividends declared by the Group in December 2023 amounting to ₱282.1 million.

Results of Operations

The Consolidated Statements of Comprehensive Income reflect the Group's operating and financial performance for the years ended June 30, 2025, 2024 and 2023. Comprehensive income includes net income and unrealized income/loss arising from fair value changes in equity instruments at FVOCI as well as remeasurement adjustments on pension plans.

The operating results shown in the Group's consolidated statements of comprehensive income reflect sustained and substantial growth, both in terms of revenue and profitability, over the past three fiscal years.

The discussion below summarizes the significant factors affecting the results of operations for the fiscal years ended June 30, 2025, June 30, 2024, and June 30, 2023.

Years ended June 30, 2025 vs. 2024

The enrollment figures of the Group for SY 2024-2025 indicate a robust increase of 15% as the Group's student count for SY 2024-2025 reached 138,060 compared to 119,543 enrollees in SY 2023-2024. In SY 2024-2025, the total number of new students reached 55,052, almost at par with the number of new student enrollees reported for SY 2023-2024. Furthermore, enrollment in programs regulated by CHED registered an impressive 20% increase to more than 100,000 students compared to more than 83,000 enrollees in SY 2023-2024.

The enrollment figures of the schools under STI Holdings are as follows:

	SY 2024-2025	SY 2023-2024	Increase (Decrease)	
			Enrollees	Percentage
STI ESG				
Owned schools	84,122	71,782	12,340	17%
Franchised schools	37,252	32,200	5,052	16%
	121,374	103,982	17,392	17%
STI WNU	14,503	13,328	1,175	9%
iACADEMY	2,183	2,233	(50)	(2%)
Total Enrollees	138,060	119,543	18,517	15%

The grouping of students according to the government regulatory agencies overseeing the programs is outlined as follows:

- CHED - students under this group are enrolled in tertiary programs. This category likewise includes students of STI WNU enrolled in post-graduate studies;
- Technical Education and Skills Development Authority (TESDA) - students under this group are enrolled in technical-vocational programs; and
- DepEd - pertains to students in primary and secondary education, including JHS and SHS.

	SY 2024-2025			
	CHED	TESDA	DEPED*	TOTAL
STI ESG	86,447	1,760	33,167	121,374
STI WNU	11,833	-	2,670	14,503
iACADEMY	1,881	-	302	2,183
Total	100,161	1,760	36,139	138,060
Proportion of CHED:TESDA:DepEd	73%	1%	26%	100%
	SY 2023-2024			
	CHED	TESDA	DEPED*	TOTAL
STI ESG	71,159	1,682	31,141	103,982
STI WNU	10,170	-	3,158	13,328
iACADEMY	1,823	-	410	2,233
Total	83,152	1,682	34,709	119,543
Proportion of CHED:TESDA:DepEd	70%	1%	29%	100%

* STI ESG DepEd count represents 32,501 SHS students and 666 JHS students in SY 2024-2025 and 30,674 SHS students and 467 JHS students in SY 2023-2024. For iACADEMY, this represents SHS students, while for STI WNU, the count represents 1,968 SHS students and 702 students enrolled in pre-elementary to JHS in SY 2024-2025 and 2,490 SHS students and 668 students enrolled in pre-elementary to JHS in SY 2023-2024.

For both STI ESG and STI WNU, classes across all levels started on August 29, 2023 and August 12, 2024 for SY 2023-2024 and SY 2024-2025, respectively. STI WNU's School of Graduate Studies started classes on September 2, 2023 and September 7, 2024 for SY 2023-2024 and SY 2024-2025, respectively. Classes are held onsite across all levels for both school years.

Classes for iACADEMY's SHS and tertiary students started on August 3, 2023 and August 29, 2023, respectively, in SY2023-2024. The academic year for SY 2024-2025 commenced on August 8, 2024 for iACADEMY's SHS and on August 27, 2024 for tertiary students. iACADEMY implemented the Hybrid Learning Format across all levels, combining face-to-face and online remote instructions. Classes and learning activities were conducted in-person, synchronously online, and asynchronously online using various learning technologies while classes for specialized and contextualized subjects like Science and ICT, were held onsite in the laboratories.

The Group remains committed to ensuring adherence to the guidelines set by the Inter-Agency Task Force for the Management of Emerging Infectious Diseases (IATF), CHED, DepEd, local government units (LGUs), and all pertinent agencies that have released information and guidance on the conduct of face-to-face classes.

The consolidated gross revenues of the Group for the year ended June 30, 2025 reached ₱5,559.5 million, reflecting an 18% increase compared to ₱4,700.3 million generated for the year ended June 30, 2024. Net income after income tax rose by 38% to ₱2,215.6 million from ₱1,608.3 million for the fiscal years 2025 and 2024, respectively.

Condensed Consolidated Statements of Comprehensive Income

(in ₱ millions)	Years ended June 30			
	2025	2024	Increase (Decrease)	
Revenues	5,559.5	4,700.3	859.2	18%
Costs and expenses	3,195.8	2,919.5	276.3	9%
Operating income	2,363.7	1,780.8	582.9	33%
Other income (expenses)	87.6	(7.4)	95.0	1,284%
Income before income tax	2,451.3	1,773.4	677.9	38%
Provision for income tax	235.7	165.1	70.6	43%
Net income	2,215.6	1,608.3	607.3	38%
Other comprehensive income	31.6	44.7	(13.1)	(29%)
Total comprehensive income	2,247.2	1,653.0	594.2	36%

Tuition and other school fees increased by ₱791.2 million from ₱4,302.3 million for the year ended June 30, 2024 to ₱5,093.5 million for the year ended June 30, 2025 primarily attributed to the significant 15% growth in enrollment. The student population of the schools under STI Holdings rose by more than 18,000 to 138,060 for SY 2024-2025 compared to 119,543 enrollees for SY 2023-2024. STI ESG's wholly-owned and franchised schools registered an enrollment of 121,374 students, 17% more than the enrollment in SY 2023-2024. The number of new students enrolled in CHED programs increased by 7% from over 34,000 in SY 2023-2024 to almost 37,000 in SY 2024-2025. Furthermore, enrollment in programs regulated by CHED registered an impressive 20% increase from 83,152 in SY 2023-2024

compared to 100,161 students in SY 2024-2025. As CHED programs generate higher revenues per student, this increase further bolstered the Group's financial performance for the period. In addition, STI ESG implemented an average of 5% tuition fee increase for incoming tertiary students for SY 2024-2025 while STI WNU implemented an average of 6.9% increase in tuition and other school fees for new students across all levels, further contributing to the revenue growth.

Revenues from educational services increased by 31% to ₱229.0 million compared to ₱175.2 million for the years ended June 30, 2025 and 2024, respectively, driven by the increase in the student population of franchised schools and improved collection efficiency for SY 2024-2025. Revenues from educational services to STI ESG's franchised schools are recognized based on the percentage of the tuition and other school fees collected by the franchised schools from their students, DepEd and CHED. This account also includes management fees amounting to ₱14.1 million arising from the management agreement executed in May 2024 by and among STI ESG, Philippine School of Business Administration (PSBA Manila), and Philippine School of Business Administration, Inc. – Quezon City (PSBA Quezon City). The agreement became effective on July 1, 2024 for PSBA Quezon City and on August 1, 2024 for PSBA Manila. This agreement has a term of three (3) years counting from the respective management commencement dates. PSBA Manila and PSBA Quezon City shall each pay management fees to STI ESG equivalent to 26.0% of their respective gross revenues.

Revenues from royalty fees, which are recognized based on a percentage of the tuition and other school fees collected by the franchised schools from their students in accordance with the terms of the licensing agreements, rose to ₱21.3 million from ₱17.3 million for the years ended June 30, 2025 and 2024, respectively.

Other revenues rose to ₱96.6 million for the year ended June 30, 2025, up by ₱24.1 million or 33% from ₱72.5 million generated for the year ended June 30, 2024. The increase is largely attributed to the growth in student population, which also drove other revenue streams related to school services and activities. The related charges for STI ESG's franchised schools are taken up as part of "Other Revenues" while the related costs are reported as part of "Cost of Educational Service - Other service costs."

The revenues generated from the sale of educational materials and supplies amounted to ₱119.1 million for the year ended June 30, 2025, compared to ₱133.1 million for the same period last year, mainly reflecting timing differences in uniform sales. Sales for both periods were primarily driven by uniform and proware items. The cost of educational materials and supplies sold likewise decreased concomitant with the decrease in the sale of educational materials and supplies.

The cost of educational services registered a 9% or ₱117.8 million increase from ₱1,318.3 million to ₱1,436.1 million for the years ended June 30, 2024 and 2025, respectively.

The cost of instructors' salaries and benefits increased by 14% or ₱80.2 million reflecting the cost of a larger faculty roster concomitant with the increase in student population. Depreciation and amortization costs rose by ₱40.0 million from ₱386.1 million to ₱426.1 million for the years ended June 30, 2024 and 2025, respectively, due to the completion of several construction and renovation projects.

The completion of the new school building at STI Ortigas-Cainta and the new SBE building at STI WNU, major renovation and rehabilitation projects in certain schools, along with the increase in the number of classrooms across several STI ESG-owned and operated schools, contributed to the significant increase in the Group's depreciation expense. The Group likewise recognized the depreciation expense for solar projects across several schools owned and operated by STI ESG which were completed on various dates in 2024. These projects, along with the acquisition of new office and school equipment and furniture, led to higher depreciation charges for the year ended June 30, 2025.

Expenses attributed to student activities, programs and other related expenses decreased by ₱3.0 million from ₱243.1 million to ₱240.1 million for the years ended June 30, 2024 and 2025, respectively. The decrease was primarily due to costs incurred for the national youth convention held in 2024. The Group has since redirected this activity and bolstered its e-sports and sports activities. The Group likewise has strengthened the implementation of both local activities and national level competitions. These initiatives have proven to be more engaging for students – nurturing talent, leadership, and collaboration across campuses that enhance the overall student experience.

STI ESG transitioned from annual support and maintenance contracts to on-demand engagements with the respective third-party providers for its computerized accounting and enrollment systems during the year ended June 30, 2025. This shift in contracting approach resulted in lower expenses related to infrastructure and software maintenance, reflected under both cost of educational services and general and administrative expenses, relative to fiscal year 2024. Concurrently, STI ESG is in the process of implementing new financial and enrollment systems to streamline the Group's financial and enrollment processes and students' information and records management so as to enhance operational efficiency over the long term.

Gross profit improved by 23% or ₱751.1 million from ₱3,279.4 million to ₱4,030.5 million for the years ended June 30, 2024 and 2025, respectively, primarily due to the increased enrollment. Gross profit margins also improved from 70% to 72% year-on-year reflecting efficiencies and higher operating leverage.

General and administrative expenses increased by 11% or ₱168.3 million from ₱1,498.5 million to ₱1,666.8 million for the years ended June 30, 2024 and 2025, respectively.

Employees' salaries and benefits rose from ₱467.3 million to ₱487.1 million for the years ended June 30, 2024 and 2025, respectively, reflecting merit increases and bonuses granted to deserving employees as well as the onboarding of personnel to fill certain previously vacant plantilla positions. This account also includes pension expenses totaling ₱23.3 million and ₱43.8 million for the years ended June 30, 2025 and 2024, respectively. The Group's pension expense for 2024 includes the past service cost recognized by STI ESG amounting to ₱21.9 million associated with the adoption of the STI ESG Multi-employer Retirement Plan in the same year.

Depreciation and amortization expenses classified under General and Administrative expenses increased by ₱15.6 million from ₱239.1 million to ₱254.7 million for the years ended June 30, 2024 and 2025, respectively, as recognition of depreciation commenced on newly constructed buildings and additional school equipment, furniture and fixtures.

Light and water expenses increased significantly by ₱45.9 million from ₱182.3 million to ₱228.2 million for the years ended June 30, 2024 and 2025, respectively. Of the increase of ₱45.9 million, the amount of ₱20.7 million pertained to the cost of consumption of the lessee of iACADEMY from which the latter recognized utilities income of the same amount in 2025. The related light and water are billed to the lessee at cost plus VAT. The rest of the increase was driven by the higher kilowatt-hour consumption associated with the capacity expansion projects, completion of newly constructed buildings, and higher student population and an increase in the average kilowatt rate being charged by the electricity supplier during the year ended June 30, 2025 compared with the same period last year. This increase in consumption was net of cost savings from the solar power system installed at STI Ortigas-Cainta in 2023, which has a total capacity of 212 kilowatts, and solar panels installed in several other schools owned and operated by STI ESG namely: STI Batangas, STI Pasay-EDSA, STI Novaliches, STI Las Piñas, and STI Sta. Mesa on various dates in 2024 with a combined capacity of 674 kilowatts of electricity.

Outside services including security and janitorial services are higher by ₱19.5 million from ₱154.4 million to ₱173.9 million for the years ended June 30, 2024 and 2025, respectively. Some schools reported an uptick in security and janitorial personnel to address the heightened operational requirements associated with the capacity expansion projects and growing student population. In addition, the higher minimum wage rates imposed by security and utility service providers contributed to the higher security and janitorial expenses.

Professional fees increased by ₱12.1 million from ₱100.9 million to ₱113.0 million for the years ended June 30, 2024 and 2025, respectively, primarily due to increased fees related to corporate and legal counsel services.

Taxes and licenses expense is higher by ₱20.5 million from ₱45.6 million to ₱66.1 million for the years ended June 30, 2024 and 2025, respectively, reflecting the increase in local taxes concomitant with the increase in revenues.

The Group recognized a provision for ECL, net of reversals, amounting to ₱59.9 million and ₱30.5 million for the years ended June 30, 2025 and 2024, respectively. The provisions for ECL are net of reversals, representing the recovery of expected credit losses recognized in previous fiscal years. The receivables collected by the schools during the year and as at report date improved significantly compared to the previous year. The Group recognized ECL based on the Group's historical credit loss experience adjusted with forward-looking information. The most recent receivables are assigned lower loss rates. Estimated loss rates vary over time and increase as receivables age and as credit risks increase, with the likelihood of the receivables becoming impaired. The Group likewise considered the subsequent collections of receivables from the students for prior years.

The Group recognized a provision for impairment loss on goodwill amounting to nil and ₱14.3 million for the years ended June 30, 2025 and 2024, respectively. The provision for impairment in 2024 is attributed to the impairment of goodwill recognized for NPIM. For SY 2021-2022, NPIM exclusively enrolled students for JHS and SHS. Its former grade school students were advised earlier to transfer to another school or were refunded the fees paid, if any. For SY 2022-2023, the JHS and SHS students of NPIM were given the option to transfer to STI Sta Mesa, another school owned and operated by STI ESG. NPIM ceased operations effective June 30, 2022. The cessation of operations of NPIM did not have a material financial impact on the Group.

STI ESG recognized a provision for impairment of investment and advances to associates and joint venture amounting to nil and ₱1.7 million for the years ended June 30, 2025 and 2024, respectively. The provision in 2024 relates to STI ESG's 40% interest in Philippine Health Educators, Inc. (PHEI) reflecting the net impact after accounting for the estimated book value of the investment. The BOD of PHEI in its October 2023 meeting approved the cessation of PHEI's school operations effective December 31, 2023. The BOD of STI ESG in its February 27, 2024 meeting approved the termination of the joint venture agreement between STI ESG and another stockholder. In a meeting of the BOD and the stockholders of PHEI held on March 3, 2025, it was agreed to shorten the corporate life to June 30, 2026. On June 30, 2025, the SEC approved the amendment of the Articles of Incorporation of PHEI stating that the term of existence of PHEI is until June 30, 2026.

The Group recognized provision for inventory obsolescence amounting to ₱0.3 million and ₱1.0 million for the years ended June 30, 2024 and 2025, respectively, representing outdated school materials and supplies and proware items which are deemed obsolete.

Advertising and promotions expenses slightly decreased from ₱52.6 million to ₱51.8 million for the years ended June 30, 2024 and 2025, respectively, reflecting reduced promotion costs incurred in 2025.

Repairs and maintenance expenses increased by ₱2.9 million from ₱46.8 million to ₱49.7 million for the years ended June 30, 2024 and 2025, respectively. The increase was primarily due to facility refurbishments and maintenance activities carried out during the SY 2024-2025 across various campuses.

Association dues increased by 71% or ₱4.2 million from ₱5.8 million to ₱10.0 million for the years ended June 30, 2024 and 2025, respectively, representing dues paid by STI ESG for its investment properties.

Insurance expense is higher by ₱2.4 million from ₱20.0 million to ₱22.4 million for the years ended June 30, 2024 and 2025, respectively, due to higher premiums arising from the increase in value of insured STI ESG and STI WNU properties following recently completed projects and acquisitions.

Expenses for office supplies, transportation and travel, and meetings and conferences, likewise increased by ₱5.2 million, ₱4.4 million, ₱2.4 million, and ₱0.5 million respectively, due to increased activities resulting from the larger student population.

The Group generated an operating income of ₱2,363.6 million for the year ended June 30, 2025, an improvement of ₱582.8 million or 33% from the operating income of ₱1,780.8 million during the same period last year, due to higher revenues attributed to the increase in the student population and significant rise in the number of students enrolled in CHED programs offered by the Group. Operating margins likewise improved from 38% to 43% for the years ended June 30, 2024 and 2025, respectively. This improvement likewise reflects the Group's effective management of the costs of educational services, general and administrative expenses, alongside the benefits of increased operating leverage.

Interest expenses amounted to ₱293.3 million and ₱247.4 million for the years ended June 30, 2024 and 2025, respectively. This ₱45.9 million reduction is primarily attributed to reduced interest costs due to principal payments made by STI ESG on its Term Loan Facility with Chinabank in March 2024 and September 2024, and the full settlement of STI ESG's loans under its Corporate Notes Facility with Chinabank in September 2023. STI ESG likewise redeemed in full its series 7-year bonds aggregating to ₱2,180.0 million in March 2024. Interest rate on STI ESG's outstanding interest-bearing loans under the Term Loan Facility with Chinabank was adjusted from 6.5789% to 8.0472% per annum effective September 19, 2023. The Term Loan facility of STI ESG with Chinabank is subject to annual interest rate resetting and the loan was repriced at 7.8749% per annum effective September 19, 2024 and again adjusted to 7.1577% per annum effective September 19, 2025. Interest expense also includes interest charges on new drawdowns made in March 2024 amounting to ₱500.0 million from STI ESG's Term Loan Facility with BPI, and ₱1,000.0 million from STI ESG's Term Loan Facility with Metrobank, bearing interest rates of 8.4211% and 7.8503% per annum, respectively. The interest rates for these loans of STI ESG with BPI and Metrobank were repriced effective September 18, 2024 at 7.8735% and 7.8135% per annum, respectively. In addition, the account includes interest incurred on the ₱200.0 million loan drawn by STI ESG from its Term Loan Facility with BPI in December 2024 subject to interest rate of 7.8201% per annum and maturing on March 18, 2029. These loans from BPI and Metrobank are subject to semi-annual interest rate resetting. On the subsequent repricing dates, the interest rates for these loans of STI ESG with BPI and Metrobank were repriced at per annum rates of 7.4395% and 7.4213%, respectively, effective March 18, 2025 and at the rates of 7.0588% per annum and 7.0517% per annum, respectively, effective September 18, 2025.

Rental income increased by ₱17.9 million or 9% year-on-year from ₱197.9 million to ₱215.8 million for the years ended June 30, 2024 and 2025. iACADEMY recognized utilities income amounting to ₱20.7 million for the year ended June 30, 2025. Certain lease agreements in one of STI ESG's investment properties, on the other hand, expired during the year ended June 30, 2025.

A gain on termination of lease amounting to ₱53.3 million was recognized in the Group's consolidated statement of comprehensive income for the year ended June 30, 2025. This was primarily due to the

pre-termination of a sublease agreement between iACADEMY and a third-party covering certain units in iACADEMY's leased building along Sen. Gil J. Puyat Ave. in Makati City. The lease term was originally set to expire in 2028. In March 2025, the third party advised iACADEMY of its intention to pre-terminate the sublease agreement effective June 30, 2025. On March 7, 2025, a Termination Deed was executed. Pursuant to the provisions of the sublease agreement, and the termination deed, the security deposit and advance rentals were forfeited in favor of iACADEMY, resulting in the recognition of a gain amounting to ₱51.7 million.

A loss on remeasurement of noncurrent asset held for sale amounting to ₱7.7 million was recognized for the year ended June 30, 2025 arising from STI Holdings management's decision to reclassify its Quezon City properties, being offered for sale to interested parties since June 2021, to "Investment properties" account due to the uncertainty of the timing of the sale. As required by PFRS accounting standards, the properties were measured at the lower of: (a) its carrying amount before the asset was classified as held for sale, adjusted for depreciation that would have been recognized had the asset not been classified as held for sale, of ₱1,013.0 million, and (b) its recoverable amount of ₱4,394.5 million based on the latest valuation conducted on August 28, 2024 by independent appraisers.

The Group recognized realized foreign exchange differences in its dollar-denominated cash and cash equivalents amounting to negative ₱5.8 million for the year ended June 30, 2025 as STI ESG converted substantially all its US dollar money market placements to local currency and redeemed its US dollar time deposit placements in August 2024. For the same period last year, the Group recognized unrealized foreign exchange gain of ₱7.7 million. The Group also recognized realized gain on foreign exchange differences in its dollar-denominated cash and cash equivalents amounting to ₱9.6 million for the year ended June 30, 2024.

The Group recognized as income the recovery of previously written-off receivables amounting to ₱9.8 million for the year ended June 30, 2025 compared to ₱6.5 million collected during the year ended June 30, 2024.

Dividend income amounted to ₱4.3 million and ₱2.9 million for the years ended June 30, 2025 and 2024, respectively. For the year ended June 30, 2025, ₱0.6 million, ₱2.2 million and ₱1.5 million were received from RCR, De Los Santos Medical Center, Inc. (DLSMC), and from STI Marikina, an associate of STI ESG, respectively. For the year ended June 30, 2024, STI ESG received ₱0.6 million from RCR, ₱1.1 million from DLSMC, and ₱1.2 million from STI Marikina.

Equity share in net income of associates and a joint venture amounted to ₱3.6 million for the year ended June 30, 2025 compared to ₱2.0 million recognized for the year ended June 30, 2024 reflecting improved results of operations of certain associates of STI ESG.

Fair value gain on equity instruments at FVPL amounting to ₱3.4 million was recognized for the year ended June 30, 2025 compared to fair value loss amounting to ₱0.9 million for the year ended June 30, 2024, representing adjustments in the market value of STI ESG's quoted equity shares.

In September 2023, STI ESG fully paid the outstanding balance of its Corporate Notes Facility with Chinabank aggregating to ₱210.0 million. The loan had a carrying value of ₱213.1 million as at September 19, 2023, inclusive of the unamortized premium amounting to ₱3.1 million. In view of this loan being fully paid, the unamortized premium associated with the Corporate Notes Facility was derecognized in September 2023 and was taken up as "Gain on early extinguishment of loan" in the audited consolidated statement of comprehensive income for the year ended June 30, 2024.

The Group reported other expenses – net, amounting to ₱0.6 million for the year ended June 30, 2024. This is composed mainly of STI ESG's bond maintenance fee of ₱2.5 million partially offset by miscellaneous income. For the year ended June 30, 2025, the Group reported other income-net of ₱1.0

million reflecting the reduction in STI ESG's bond maintenance fee to ₱0.6 million and miscellaneous income from various sources.

Income before income tax for the year ended June 30, 2025 amounted to ₱2,451.3 million, 38% or ₱677.9 million more than amount earned during the immediately preceding year of ₱1,773.4 million.

Provision for income tax amounted to ₱235.7 million and ₱165.1 million for the years ended June 30, 2025 and 2024, respectively.

The Group reported a net income after income tax of ₱2,215.6 million for the year ended June 30, 2025, 38% or ₱607.2 million higher than the ₱1,608.4 million net income earned for the year ended June 30, 2024, attributable to the significant increase in enrollment with enrollees under CHED programs increasing to 73% of total enrollment compared to 70% recorded the previous school year. Net income margin likewise improved from 34% to 40% year-on-year, mainly due to efficient management of costs and higher operating leverage.

Remeasurement gain on pension liability, net of income tax effect, amounted to ₱34.6 million and ₱39.4 million for the years ended June 30, 2025 and 2024, respectively, reflecting the increase in the market value of equity shares forming part of the Group's pension assets.

The unrealized fair value adjustments on equity instruments at FVOCI amounted to negative ₱3.0 million and ₱5.3 million for the years ended June 30, 2025 and 2024, respectively, due to the movement in the price of quoted and unquoted equity shares held by STI ESG.

Total comprehensive income increased to ₱2,247.2 million from ₱1,653.1 million for the years ended June 30, 2025 and 2024, respectively. This 36% improvement is largely attributed to the higher number of enrollees for SY 2024-2025 compared to that of SY 2023-2024.

Earnings before interest, taxes, depreciation, and amortization (EBITDA), defined as earnings before interest expense, interest income, provision for (benefit from) income tax, depreciation and amortization, equity in net earnings of associates and joint venture, gain (loss) on foreign exchange differences, fair value gain (loss) on equity instruments at FVPL, and nonrecurring gains (losses) such as gain on early extinguishment of loan, gain on termination of lease, and loss on remeasurement of noncurrent asset held for sale, increased from ₱2,489.3 million for the year ended June 30, 2024 to ₱3,150.1 million for the year ended June 30, 2025. Depreciation and interest expenses for purposes of this computation exclude those related to ROU assets and lease liabilities, respectively. EBITDA margin this year is 57% compared to 53% last year, reflecting the Group's operational efficiencies and the benefits of economies of scale.

Core income, computed as the consolidated income after income tax derived from the Group's main business of education and other recurring income, amounted to ₱2,173.4 million for the year ended June 30, 2025 compared to core income of ₱1,587.7 million for the year ended June 30, 2024. As a percentage of gross revenues, core income improved from 34% last year to 39% this year.

Years ended June 30, 2024 vs. 2023

The enrollment figures of the Group for SY 2023-2024 indicate a robust increase of 27% as the Group's student count for SY 2023-2024 reached almost 120,000 compared to 94,312 enrollees in SY 2022-2023. In SY 2023-2024, the total count of new students reached 55,982, marking a 35% growth from 41,565 new students in SY 2022-2023. Furthermore, enrollment in programs regulated by CHED registered an impressive 25% increase to more than 83,000 students compared to more than 66,000 enrollees in SY 2022-2023.

The enrollment figures of the schools under STI Holdings are as follows:

	SY 2023-2024	SY 2022-2023	Increase (Decrease)	
			Enrollees	Percentage
STI ESG				
Owned schools	71,782	54,158	17,624	33%
Franchised schools	32,200	27,539	4,661	17%
	103,982	81,697	22,285	27%
STI WNU	13,328	10,218	3,110	30%
iACADEMY	2,233	2,397	(164)	(7%)
Total Enrollees	119,543	94,312	25,231	27%

The grouping of students according to the supervising government regulatory agencies is as follows:

	SY 2023-2024			
	CHED	TESDA	DEPED*	TOTAL
STI ESG	71,159	1,682	31,141	103,982
STI WNU	10,170	-	3,158	13,328
iACADEMY	1,823	-	410	2,233
Total	83,152	1,682	34,709	119,543
Proportion of CHED:TESDA:DepEd	70%	1%	29%	100%

	SY 2022-2023			
	CHED	TESDA	DEPED*	TOTAL
STI ESG	56,876	1,447	23,374	81,697
STI WNU	7,516	-	2,702	10,218
iACADEMY	1,917	-	480	2,397
Total	66,309	1,447	26,556	94,312
Proportion of CHED:TESDA:DepEd	70%	2%	28%	100%

*STI ESG DepEd count includes 30,674 SHS students and 467 JHS students in SY 2023-2024 and 23,077 SHS students and 297 JHS students in SY 2022-2023. For iACADEMY, this represents SHS students, while for STI WNU, the count represents 2,490 SHS students and 668 students enrolled in pre-elementary to JHS in SY 2023-2024 and 2,057 SHS students and 645 students enrolled in pre-elementary to JHS in SY 2022-2023.

For SY 2023-2024, classes across all levels started on August 29, 2023 for both STI ESG and STI WNU, except for STI WNU's SGS, which started classes on September 2, 2023. Classes of iACADEMY's SHS and tertiary students commenced on August 3, 2023 and August 29, 2023, respectively.

For SY 2022-2023, classes for JHS and SHS started on August 30, 2022 while classes for tertiary students commenced on September 5, 2022 for both STI ESG and STI WNU. STI WNU's SGS began classes on September 10, 2022. iACADEMY started classes for SHS and tertiary students on August 2, 2022 and August 30, 2022, respectively.

STI ESG and STI WNU both implemented a flexible learning delivery modality for SY 2022-2023. For tertiary courses, all professional and identified general education courses were delivered onsite while other general education courses were delivered using a blended modality, with a distribution of 50% onsite/face-to-face and 50% asynchronous. As for SHS in STI ESG, classes were all conducted face-to-

face since the opening of SY 2022-2023 while SHS classes in STI WNU were on a blended modality with 50% onsite/face-to-face and 50% asynchronous. STI WNU's classes for the NSTP were on full face-to-face set up. STI ESG opted to conduct full face-to-face classes starting on the second semester of SY 2022-2023, while STI WNU continued with its flexible learning modality for tertiary and blended modality for SHS until the end of SY 2022-2023. Classes for SY 2023-2024 of both STI ESG and STI WNU were conducted face-to-face for all levels.

iACADEMY implemented the Hyflex Learning Format for tertiary for SY 2022-2023. Meanwhile, SHS followed the Hybrid Learning setup until the end of SY 2022-2023.

The consolidated gross revenues of the Group for the year ended June 30, 2024 reached ₱4,700.3 million, reflecting a 38% increase compared to ₱3,405.5 million generated for the year ended June 30, 2023.

Tuition and other school fees increased by ₱1,228.7 million from ₱3,073.6 million for the year ended June 30, 2023 to ₱4,302.3 million for the year ended June 30, 2024 attributed to the 27% robust growth in enrollment or the 25,231 increase in the student population for SY 2023-2024 at 119,543 compared to 94,312 enrollees for SY 2022-2023. STI ESG's wholly-owned and franchised schools registered an enrollment of 103,982 students, 22,285 or 27% more than the enrollment in SY 2022-2023. Percentage-wise, STI WNU registered the highest increase at 30% for SY 2023-2024 compared to SY 2022-2023. The number of new students enrolled in CHED programs increased by 33% or 8,425 from 25,849 to 34,274 for SY 2022-2023 and SY 2023-2024, respectively. Furthermore, enrollment in programs regulated by CHED registered an impressive 25% increase to 83,152 in SY 2023-2024 compared to enrollment in SY 2022-2023 of 66,309 students. CHED-regulated programs generate higher revenues per student. STI ESG implemented an average of 5% tuition fee increase across all tertiary programs, while iACADEMY implemented a 10% tuition fee increase across all levels. STI WNU implemented tuition fee increases of 5% for old or continuing students and 6% to 8% for new students.

Revenues from educational services and royalty fees both increased by 17%, driven by the increase in the student population of franchised schools and improved collection efficiency for SY 2023-2024. Revenues from educational services are recognized as a percentage of the tuition and other school fees collected by the franchised schools from their students, DepEd and CHED.

Sale of educational materials and supplies increased by 16% or ₱18.1 million from ₱115.0 million for the year ended June 30, 2023 to ₱133.1 million for the year ended June 30, 2024. Sale of educational materials and supplies in the year ended June 30, 2024 largely pertains to the sale of uniforms as enrollment increased. The cost of educational materials and supplies sold likewise increased concomitant with the increase in the sale of educational materials and supplies.

Other revenues increased by ₱19.4 million or 37% from ₱53.1 million to ₱72.5 million for the years ended June 30, 2023 and 2024, respectively, attributed to the higher number of students enrolled in SY 2023-2024.

The cost of educational services increased by 27% or ₱278.2 million from ₱1,040.1 million to ₱1,318.3 million for the years ended June 30, 2023 and 2024, respectively.

The cost of instructors' salaries and benefits increased by ₱139.9 million reflecting the cost of a larger faculty roster concomitant with the increase in student population. Also, merit increases and bonuses were distributed to deserving and qualified faculty members as recognition of their contribution to the positive enrollment outcome for SY 2023-2024, highlighting the Group's appreciation for everyone's dedication and hard work. Rent expense recognized as part of cost of educational services increased by ₱5.0 million due to the rent expense recognized from July 1, 2023 for the building occupied by STI Alabang which became a wholly-owned subsidiary on March 31, 2023. School materials and supplies increased by ₱21.8 million from ₱9.8 million to ₱31.6 million for the years ended June 30, 2023 and 2024,

respectively, attributed to expenses associated with conducting students' assessments and examinations and acquisition of other school learning materials and supplies.

Expenses attributed to student activities and programs increased by ₱101.7 million from ₱141.4 million to ₱243.1 million for the years ended June 30, 2023 and 2024, respectively. These expenses substantially include the costs of activities and programs to further the development and test the competencies of the students, which include among others, "Local and National Talent Search," "Tagisan ng Talino at Sining" competitions, educational tours, hotel immersion activities, and the National Youth Convention. The related costs were driven by the increase in the number of graduates/participants, as applicable, concomitant with the increase in the student population. The related revenues for these student activities and programs are reported as part of tuition and other school fees. Similarly, this account includes subscription costs for the use of eLearning Management System, MS License, Amadeus, and the like, which likewise went up due to the increase in the student population.

The cost of developing courseware decreased from ₱3.7 million to ₱1.7 million for the years ended June 30, 2023 and 2024, respectively. In 2023, STI ESG developed courseware materials for JHS and SHS. The Group continuously reviews and updates all courseware materials, monitoring industry trends and regulatory requirements to align all program curricula and materials with current standards and emerging needs.

Gross profit improved by 44% or ₱1,004.5 million from ₱2,274.9 million to ₱3,279.4 million for the years ended June 30, 2023 and 2024, respectively, primarily due to the increased enrollment. Gross profit margins also improved from 67% to 70% year-on-year.

General and administrative expenses increased by 13% or ₱167.7 million from ₱1,330.8 million to ₱1,498.5 million for the years ended June 30, 2023 and 2024, respectively.

Salaries and benefits are higher by 23% or ₱88.3 million, from ₱379.0 million for the year ended June 30, 2023 compared with ₱467.3 million for the year ended June 30, 2024, reflecting merit increases granted to deserving employees. Bonuses were given to STI ESG's deserving and qualified non-teaching and administrative personnel, highlighting the Group's appreciation for everyone's dedication and hard work resulting in the positive enrollment outcome for SY 2023-2024. Also, certain plantilla positions were filled up during the year. This account also includes pension expenses totaling ₱43.8 million for the year ended June 30, 2024, reflecting the cost impact of the adoption of the Multi-Employer Retirement Plan for STI ESG and its subsidiaries. The Multi-Employer Retirement Plan was implemented to ensure consistency and unified management of retirement benefits across STI ESG and its subsidiaries. Additionally, the plan is more comprehensive and provides wider benefits to all eligible members, resulting in an increase in the Group's pension expense by ₱25.6 million, from ₱18.2 million for the year ended June 30, 2023 to ₱43.8 million upon implementation of the retirement plan.

Concomitant with the increased enrollment and the conduct of face-to-face classes, expenses for clerical, security and janitorial services increased by ₱30.6 million or 25% from ₱123.8 million to ₱154.4 million for the years ended June 30, 2023 and 2024, respectively. The cost of outside services was likewise affected by the increased minimum wage rate and higher premiums charged by government agencies for employee benefits. Light and water costs increased by ₱19.7 million or 12% year-on-year from ₱162.6 million to ₱182.3 million.

Professional fees are higher by ₱18.7 million at ₱100.9 million for the year ended June 30, 2024 compared to ₱82.2 million for the year ended June 30, 2023 largely attributed to professional fees for external panelists and consultants' fees.

The Group recognized a provision for ECL, net of reversals, amounting to ₱30.5 million from the year ended June 30, 2024, largely representing ECLs on outstanding receivables from students' tuition and

other school fees. This is lower by ₱54.7 million or 64% compared to the ₱85.2 million recognized for the year 2023, indicating improved collection efficiencies during the year ended June 30, 2024.

STI ESG recognized a provision for impairment loss on goodwill amounting to ₱14.3 million representing the impairment of goodwill recognized for NPIM, as discussed in preceding paragraphs.

STI ESG recognized a provision for impairment on its investment in PHEI amounting to ₱1.7 million for the year ended June 30, 2024, reflecting the net impact after accounting for the estimated book value of the investment, as discussed in preceding paragraphs.

The Group likewise recognized provision for inventory obsolescence amounting to ₱5.6 million and ₱1.0 million for the years ended June 30, 2023 and 2024, respectively, representing outdated school materials and supplies and proware items which are deemed obsolete.

Advertising and promotions expenses increased by ₱11.5 million from ₱41.1 million to ₱52.6 million for the years ended June 30, 2023 and 2024, respectively, as the marketing campaigns of the schools within the Group were intensified in time for the opening of classes for SY 2024-2025.

Depreciation and amortization expenses classified under General and Administrative expenses increased by ₱10.3 million from ₱228.8 million to ₱239.1 million for the years ended June 30, 2023 and 2024, respectively, as depreciation commenced on newly constructed buildings and additional school equipment, furniture and fixtures. Repairs and maintenance expenses rose by ₱5.9 million to ₱46.8 million from ₱40.9 million for the years ended June 30, 2024 and 2023, respectively, due to the refurbishment of school facilities and cleaning of air-conditioning units.

Taxes and licenses expense is higher by ₱7.9 million from ₱37.6 million to ₱45.6 million for the years ended June 30, 2023 and 2024, respectively, reflecting the increase in local taxes concomitant with the increase in revenues.

Expenses for transportation and travel, entertainment, amusement and recreation, and meetings and conferences likewise increased by ₱5.5 million, ₱5.0 million, and ₱2.3 million, respectively, resulting from increased onsite activities.

Association dues increased by ₱3.7 million from ₱2.1 million to ₱5.8 million for the years ended June 30, 2023 and 2024, respectively, representing dues paid by STI ESG for one of its investment properties, previously covered by its former lessee, whose lease contract ended in May 2023.

Rent expense increased by ₱1.9 million or 18% due to the portion of rent expense recognized from July 1, 2023 for the building occupied by STI Alabang which became a wholly-owned subsidiary on March 31, 2023. Insurance and bonds increased by ₱3.0 million from ₱17.0 million to ₱20.0 million for the years ended June 30, 2023 and 2024, respectively, as higher insurance premiums were paid arising from the increase in value of insured STI ESG properties following recently completed construction projects and acquisitions.

Expenses related to payment channels and bank charges increased from ₱2.4 million to ₱4.9 million for the years ended June 30, 2023 and 2024, respectively, attributed to service charges on the use of STI ESG's alternative payment channels. This increase is primarily due to service charges incurred from the use of STI ESG's other online and offsite payment channels. This reflects greater awareness of and preference for the use of STI ESG's payment gateways by students.

The Group generated an operating income of ₱1,780.8 million for the year ended June 30, 2024, an improvement of ₱836.8 million or 89% from the operating income of ₱944.0 million for the year ended June 30, 2023, due to higher revenues attributed to the increase in the student population. Operating

margins likewise improved from 28% to 38% for the years ended June 30, 2023 and 2024, respectively, reflecting the Group's optimized operational efficiency, through effective management of the costs of educational services and general and administrative expenses, alongside the benefits of increased operating leverage.

Interest expenses decreased by ₱17.7 million from ₱311.0 million to ₱293.3 million for the years ended June 30, 2023 and 2024, respectively, mainly due to the principal payments made by STI ESG and iACADEMY, full payment made by STI ESG of its Corporate Notes Facility with Chinabank, and redemption of STI ESG's Series 7Y bonds in March 2024. This was partially offset by the increase in the interest rate on STI ESG's outstanding interest-bearing loans under the Term Loan Facility which was adjusted from 6.5789% per annum to 8.0472% per annum effective September 19, 2023. The interest rate on iACADEMY's outstanding interest-bearing loans under its Term Loan Facility likewise increased from 5.6699% per annum to 8.0845% per annum effective September 28, 2023. This account likewise includes the related interests recognized from drawdowns made in March 2024 from STI ESG's Term Loan Facility with BPI and Metrobank amounting to ₱500.0 million and ₱1,000.0 million, respectively, which are subject to interest rates of 8.4211% and 7.8503%, per annum, respectively.

Rental income increased by ₱19.8 million or 11% year-on-year from ₱178.1 million to ₱197.9 million mainly due to a new lease agreement entered into by iACADEMY, which commenced on March 15, 2023. Consequently, full-year rental income on this new lease was recognized for the year ended June 30, 2024, while for the year ended June 30, 2023, only three and a half months of rental income was earned.

Interest income increased by ₱35.1 million from ₱22.6 million for the year ended June 30, 2023 to ₱57.7 million for the year ended June 30, 2024 due to interest earned on the Group's short-term investments and money market placements.

The Group recognized unrealized gain on foreign exchange differences in its dollar-denominated cash and cash equivalents amounting to ₱2.3 million and ₱7.7 million for the years ended June 30, 2023 and 2024, respectively. The Group also recognized realized gain on foreign exchange differences in its dollar-denominated cash and cash equivalents amounting to ₱0.1 million and ₱9.6 million for the years ended June 30, 2023 and 2024, respectively.

The Group recognized as income the recovery of previously written-off receivables amounting to ₱6.5 million for the year ended June 30, 2024 compared to ₱11.3 million collected during the year ended June 30, 2023.

In September 2023, STI ESG fully paid the outstanding balance of its Corporate Notes Facility with Chinabank aggregating to ₱210.0 million. The loan had a carrying value of ₱213.1 million as at September 19, 2023, inclusive of the unamortized premium amounting to ₱3.1 million. In view of this loan being fully paid, the unamortized premium associated with the Corporate Notes Facility was derecognized in September 2023 and was taken up as "Gain on early extinguishment of loan" in the consolidated statement of comprehensive income for the year ended June 30, 2024.

Dividend income amounted to ₱2.9 million and ₱2.5 million for the years ended June 30, 2024 and 2023, respectively. For the year ended June 30, 2024, STI ESG received ₱0.6 million from RCR, ₱1.1 million from DLSCM, and ₱1.2 million from STI Marikina, an associate of STI ESG. For the year ended June 30, 2023, ₱0.6 million and ₱1.9 million were received from RCR and DLSCM, respectively.

Equity share in net income of associates and a joint venture amounted to ₱2.0 million for the year ended June 30, 2024 compared to ₱2.3 million recognized for the year ended June 30, 2023.

Gain on disposal of property and equipment amounted to ₱485.3 thousand for the year ended June 30, 2024 compared to ₱826.7 thousand for the year ended June 30, 2023. This represents gain on the disposal of property and equipment that are no longer in use. The gain recognized in the year 2023 includes the gain from the disposal of iACADEMY's transportation equipment.

The Group reported other expenses – net, amounting to ₱1.1 million for the year ended June 30, 2024. This is composed mainly of STI ESG's bond maintenance fee of ₱2.5 million partially offset by miscellaneous income. For the year ended June 30, 2023, the Group recognized other income – net, amounting to ₱5.7 million, mostly arising from STI ESG's income of ₱4.7 million representing donation from a third-party institution as part of STI ESG and the third-party institution's partnership program in delivering certification courses, simulation tools, and training materials to eligible students.

Income before income tax for the year ended June 30, 2024 amounted to ₱1,773.4 million, double the amount earned for the year ended June 30, 2023 of ₱858.1 million, attributable to the significant increase in enrollment and efficient management of costs, maximizing the benefits of economies of scale.

The Group reported provision for income tax amounting to ₱160.5 million and deferred income tax of ₱4.5 million for the year ended June 30, 2024. For the year ended June 30, 2023, the provision for income tax amounted to ₱10.0 million and benefit from income tax of ₱25.7 million. Pursuant to the provisions of the CREATE Act, the Group adopted the 1% income tax rate effective July 1, 2020 up to June 30, 2023. The special tax rate for proprietary educational institutions reverted to 10% starting July 1, 2023.

The Group reported a net income after income tax of ₱1,608.4 million for the year ended June 30, 2024, 84% higher than the ₱873.8 million net income earned for the year ended June 30, 2023. Net income margin likewise improved from 26% to 34% year-on-year.

Remeasurement gain on pension liability, net of income tax effect, amounted to ₱39.4 million for the year ended June 30, 2024 compared to remeasurement loss on pension liability of ₱16.9 million recognized for the year ended June 30, 2023. These fluctuations reflect the movements in the value of equity shares forming part of the Group's pension assets.

The unrealized fair value adjustments on equity instruments at FVOCI amounted to ₱5.3 million for the year ended June 30, 2024, compared to ₱1.9 million for the year ended June 30, 2023 due to the movement in the price of quoted equity shares held by STI ESG.

Total comprehensive income increased to ₱1,653.1 million from ₱858.8 million for the years ended June 30, 2024 and 2023, respectively. This 92% improvement is attributed to the higher number of enrollees for SY 2023-2024 compared to that of SY 2022-2023.

EBITDA increased from ₱1,637.2 million for the year ended June 30, 2023 to ₱2,489.3 million for the year ended June 30, 2024. EBITDA margin for the year ended June 30, 2024 is 53% compared to 48% for the year ended June 30, 2023, reflecting the Group's operational efficiencies and the benefits of economies of scale.

Core income amounted to ₱1,587.7 million for the year ended June 30, 2024 compared to core income for the year ended June 30, 2023 of ₱868.9 million. As a percentage of gross revenues, core income improved from 26% to 34% for the years ended June 30, 2023 and 2024.

Years ended June 30, 2023 vs. 2022

Enrollment in schools under STI Holdings increased to more than 94,000 students for SY 2022-2023. For SY 2022-2023, the total count of new students reached 41,565 compared with the 35,566 new students in SY 2021-2022, showing a 17% increase in the total new student population. The total count of ongoing

students for SY 2022-2023 reached 94,312 compared with 82,629 for SY 2021-2022. This represents a 14% or 11,683 increase from the SY 2021-2022 enrollment, with the number of students in the programs regulated by CHED showing a robust 18% increase from 56,342 students in SY 2021-2022.

The enrollment figures at the start of the School Year of the schools under STI Holdings for SY 2022-2023 are as follows:

	SY 2022-2023	SY 2021-2022	Increase	
			Enrollees	Percentage
STI ESG				
Owned schools ¹	54,158	47,230	6,928	15%
Franchised schools ¹	27,539	25,520	2,019	8%
	81,697	72,750	8,947	12%
STI WNU	10,218	7,580	2,638	35%
iACADEMY	2,397	2,299	98	4%
Total Enrollees	94,312	82,629	11,683	14%

Grouping the students in terms of government regulatory agencies supervising the programs yields the following numbers:

	SY 2022-2023			
	CHED	TESDA	DEPED ²	TOTAL
STI ESG	56,876	1,447	23,374	81,697
STI WNU	7,516	-	2,702	10,218
iACADEMY	1,917	-	480	2,397
Total	66,309	1,447	26,556	94,312
Proportion of CHED:TESDA:DepEd	70%	2%	28%	100%
	SY 2021-2022			
	CHED	TESDA	DEPED ²	TOTAL
STI ESG	49,005	1,040	22,705	72,750
STI WNU	5,624	-	1,956	7,580
iACADEMY	1,713	-	586	2,299
Total	56,342	1,040	25,247	82,629
Proportion of CHED:TESDA:DepEd	68%	1%	31%	100%

¹ Enrollment numbers of STI Alabang are reported as part of owned schools' category effective March 2023.

² STI ESG DepEd count consists of 23,077 SHS and 297 JHS students in SY2022-2023 and 22,497 SHS and 208 JHS students in SY2021-2022. For iACADEMY, this represents SHS students, while for STI WNU, the count represents 2,057 SHS students and 645 students enrolled in basic education in SY 2022-2023 and 1,367 SHS students and 589 students enrolled in basic education in SY 2021-2022.

STI ESG and STI WNU introduced the ONline and ONsite Education at STI (ONE STI) Learning Model in SY 2020-2021. This model was implemented in response to stringent social distancing measures including but not limited to class suspension, prohibition of mass gatherings, and imposition of community quarantine, among others, which were implemented to contain the outbreak of COVID-19. The ONE STI Learning Model is an innovative approach to student development that uses digital tools and online technology combined with invaluable hands-on practice and onsite engagements to achieve

the students' academic objectives through a responsive learning experience. For SY 2022-2023, classes of JHS and SHS started on August 30, 2022 while classes of tertiary students commenced on September 5, 2022 for both STI ESG and STI WNU. Classes for STI WNU's SGS started on September 10, 2022.

iACADEMY implemented its fully online learning program entitled Guided Online Autonomous Learning (GOAL) in SY 2020-2021. GOAL is iACADEMY's systematic approach to guiding all the activities that involve the delivery of online instruction to the students including online learning workshops, training for teachers on how to create high-quality modules, integrating project-based learning and teaching strategies into online learning and collaborating with parents and guardians. In this setup, all activities or modules are delivered 100% online. Classes for SHS and tertiary students started on August 2, 2022 and August 30, 2022, respectively.

The Group utilizes the electronic Learning Management System (eLMS), a software application running on Amazon cloud, to better manage the delivery of educational courses and/or training programs to its students. It features a built-in support for collaboration through various tools such as wikis, forums, and discussion groups; an internal messaging system with bidirectional support for emails and text messaging; and a built-in portfolio system that students can use to collect works to support learning and/or achievements. eLMS is a world-class and award-winning learning management system that schools and universities across the globe are using. This cloud-based eLearning tool gives teachers and students a two-way platform where they can collaborate, assign and submit homework, take assessments, and track learning progress, among others. The concept of online learning is not new to the Group, as the schools in the network have been implementing a blended learning model for the past eight years in order that the students may continue their studies at home uninterrupted even during physical classroom disruptions.

The faculty members of the Group regularly undergo competency-based certifications and training programs to ensure that they are proficient in the subject matter and able to deliver the required day-to-day lessons. During the SYs 2020-2021 and 2021-2022, the training programs were conducted online while the Group has been holding a combination of in-person and online faculty members' training beginning SY 2022-2023. These training programs are conducted to ensure that the faculty members of the Group possess an acceptable level of competencies and have industry-based experience and credentials necessary to teach the courses assigned to them.

From last school year's gradual transition to face-to-face classes for high-stake courses, STI ESG and STI WNU both implemented a flexible learning delivery modality in the first semester of SY 2022-2023. For tertiary courses, all professional and identified general education courses were subsequently delivered onsite while other general education courses were delivered using blended modality, with a distribution of 50% onsite/face-to-face and 50% online/asynchronous. With the passage of CHED Memorandum Order No. 16 dated November 11, 2022 providing clarity and support to Higher Education Institutions (HEIs) towards progressive transitioning to full onsite learning, STI ESG opted to conduct full face-to-face classes starting on its second semester of SY 2022-2023. STI WNU continued with its flexible learning delivery modality which it started in the first semester of SY 2022-2023. As for JHS and SHS in STI ESG, classes were all conducted face-to-face since the opening of SY 2022-2023. SHS classes in STI WNU were on a blended modality with 50% onsite/face-to-face and 50% online/asynchronous in the first semester with online classes transitioning to synchronous classes starting in the middle of the first semester. STI WNU's classes for the National Service Training Program or NSTP were on full face-to-face setup during SY 2022-2023.

iACADEMY implemented the Hyflex Learning Format for tertiary for SY 2022-2023. Meanwhile, SHS implemented the Hybrid setup (blended learning) until the end of SY 2022-2023. Courses, particularly specialized and contextualized subjects like Science and Information and Communications Technology (ICT), were conducted onsite in the laboratories. General Education subjects were delivered online using Microsoft Teams, an online classroom teleconferencing platform. Both onsite and online classes used eLMS as the major platform for the repository of learning materials, assessments, and grades.

The consolidated gross revenues of the Group for the year ended June 30, 2023 amounted to ₱3,405.5 million, reflecting a significant 27% increase compared to ₱2,677.6 million generated for the year ended June 30, 2022.

Tuition and other school fees increased by ₱636.6 million from ₱2,437.0 million for the year ended June 30, 2022 to ₱3,073.6 million for the year ended June 30, 2023 attributed to the 14% robust growth of enrollment or the 11,683 increase in the student population for SY 2022-2023 at 94,312 compared to 82,629 enrollees for SY 2021-2022. STI ESG's wholly-owned and franchised schools registered an enrollment of 81,697 students, 8,947 or 12% more than the enrollment in SY 2021-2022. Percentagewise, STI WNU registered the highest increase at 35% for SY 2022-2023 compared to SY 2021-2022. Further, the Group's enrollment mix showed consistent improvement with enrollees in programs regulated by CHED comprising 70% of the total student population in SY 2022-2023 compared to 68% for SY 2021-2022 and 57% for SY 2020-2021. CHED programs bring in higher revenues per student. The number of new students enrolled in CHED programs increased by 17% or 3,707 from 22,142 to 25,849 for SY 2021-2022 and SY 2022-2023, respectively.

Revenues from educational services and royalty fees both increased by 19%. This resulted from the higher number of enrollees of franchised schools from 25,520 students in SY 2021-2022 to 27,539 in SY 2022-2023 or an 8% increase as well as an improvement in the collection efficiency of the franchised schools.

Sale of educational materials and supplies increased dramatically by 292% or ₱85.7 million to ₱115.0 million for the year ended June 30, 2023 from ₱29.3 million for the same period in 2022. Sale of educational materials and supplies recognized in the year ended June 30, 2023 largely pertains to the sale of uniforms as face-to-face classes resumed and enrollment increased while sale of SHS textbooks mainly accounted for the sales for the year ended June 30, 2022. The cost of educational materials and supplies sold likewise increased, concomitant with the increase in the sale of educational materials and supplies.

Other revenues decreased by ₱20.4 million from ₱73.5 million for the year ended June 30, 2022 to ₱53.1 million for the year ended June 30, 2023. During SY 2021-2022, the Group extended internet connectivity assistance to its students. The share of data connectivity costs charged to the franchised schools was recognized as part of other revenues for the year ended June 30, 2022. As more face-to-face classes were held, internet connectivity assistance was no longer provided to students during SY 2022-2023.

The cost of educational services rose by ₱84.5 million from ₱955.5 million to ₱1,040.0 million for the years ended June 30, 2022 and 2023, respectively. Instructors' salaries and benefits increased by ₱75.1 million from ₱359.4 million to ₱434.5 million due to the increased number of faculty members, concomitant with the increase in number of students. In addition, favorable adjustments have been made to the salaries of SHS teachers who passed the LET and tertiary instructors who have earned a master's degree as part of the faculty members' continuing professional education. Depreciation and amortization expenses included as part of direct costs increased by ₱12.0 million from ₱372.6 million to ₱384.6 million for the years ended June 30, 2022 and 2023, respectively, substantially due to the amortization cost of iACADEMY Cebu's right-of-use asset. Direct costs of software subscriptions and maintenance increased by ₱7.1 million from ₱25.8 million for the year ended June 30, 2022 to ₱32.9 million for the year ended June 30, 2023, mostly driven by the increased enrollment. Rent expense is higher by ₱3.8 million, from ₱20.9 million to ₱24.7 million for the years ended June 30, 2022 and 2023, respectively, attributed to increase in monthly rental rates of renewed lease agreements. The cost of developing courseware during the year ended June 30, 2023 increased by ₱2.7 million due to STI ESG's streamlining of program curricula in response to market needs and industry developments. Courseware materials for JHS and SHS were likewise developed. Expenses related to student activities and programs rose by ₱52.9 million attributed to the expenses incurred for the resumption of in-person

activities and programs for the students, higher subscription costs for Microsoft, eLMS and Amadeus software primarily driven by higher enrollment for SY 2022-2023, and distribution of laptops to ninety (90) students across the network. Huawei Philippines (Huawei), donated cash which was partly allocated to the provision of laptops distributed to select students who were awarded multiple certificates at the Huawei ICT Academy. STI ESG, in partnership with Huawei, integrated in-demand ICT technologies into some of its programs tackling five technology domains namely, (1) cloud computing (2) big data (3) artificial intelligence (4) routing and switching, and (5) storage. The savings generated from the shift to a more efficient cloud subscription plan partially offset these increases in costs. Also, the internet connectivity assistance provided to students by STI ESG in SY 2021-2022 amounting to ₱70.0 million was no longer given in SY 2022-2023 as in-person classes were conducted by all schools.

Gross profit improved by 34% from ₱1,698.0 million to ₱2,274.9 million for the years ended June 30, 2022 and 2023, respectively, largely due to the increased enrollment. Gross profit margins likewise improved from 64% to 67% for the years ended June 30, 2022 and 2023, respectively.

General and administrative expenses posted an 18% increase or ₱201.5 million from ₱1,129.3 million to ₱1,330.8 million for the years ended June 30, 2022 and 2023, respectively, largely due to the increased enrollment and the resumption of face-to-face classes.

Light and water expenses increased by ₱87.3 million from ₱75.3 million to ₱162.6 million for the years ended June 30, 2022 and 2023, respectively, as more face-to-face classes were held and electric power consumption increased. Salaries and benefits were higher by ₱61.2 million for the year ended June 30, 2023 compared to the year ended June 30, 2022 as salary adjustments were implemented in 2023 and certain plantilla positions were filled up in preparation for the resumption of face-to-face classes during SY 2022-2023. Expenses for outside services such as clerical, security and janitorial services increased by ₱41.6 million year-on-year as the Group conducted more in-person classes and activities in SY 2022-2023 while classes for SY 2021-2022 were mostly held online. This also resulted in increases in other administrative expenses such as repairs and maintenance, transportation, and office supplies, which rose by ₱16.3 million, ₱4.8 million, and ₱4.5 million, respectively.

The Group recognized a provision for ECL amounting to ₱85.2 million for the year ended June 30, 2023, largely representing ECLs on outstanding receivables from students' tuition and other school fees as at June 30, 2023. This is lower by ₱27.5 million compared to ₱112.7 million for the year ended June 30, 2022 due mainly to the improvement of the Group's collection efficiencies. The Group recognized ECL based on the Group's historical credit loss experience adjusted with forward-looking information. The most recent receivables are assigned with lower loss rates. The Group likewise considered the subsequent collections of receivables from students relating to prior years. The provision for impairment of goodwill amounting to ₱3.8 million which was recognized during the year ended June 30, 2022 is linked to the cessation of operations of STI Iloilo. The Group likewise recognized provision for inventory obsolescence amounting to ₱5.6 million and ₱2.0 million for the years ended June 30, 2023 and 2022, respectively.

The Group generated an operating income of ₱944.0 million for the year ended June 30, 2023, an improvement of ₱375.4 million or 66% from the operating income of ₱568.6 million for the year ended June 30, 2022, due to higher revenues attributed to the increase in the student population and improvement in the enrollment mix with the 18% increase in the number of students enrolled in CHED programs, as well as strict control of direct and administrative expenses. Operating margins likewise improved from 21% to 28% for the years ended June 30, 2022 and 2023, respectively.

Interest expense decreased by ₱2.3 million year-on-year from ₱313.3 million to ₱311.0 million mainly due to the partial principal prepayments made by STI ESG and iACADEMY on their loans with Chinabank. The reduction in principal balances outstanding partially mitigated the increases in interest

rates on the bank loans. Interest rate on the outstanding balance of the Term Loan and Corporate Notes Facilities of STI ESG was repriced at 6.5789% per annum effective September 20, 2022 compared to 5.7895% per annum in September 2021. Interest rate on the ₱280.0 million balance of iACADEMY's Term Loan with Chinabank was repriced at an interest rate of 5.6699% per annum effective on September 28, 2022 compared to 3.2068% per annum in the year ended June 30, 2022.

Rental income increased by ₱107.1 million year-on-year from ₱71.0 million to ₱178.1 million due to new lease agreements entered into by STI ESG and iACADEMY during the year ended June 30, 2023 in some of their investment properties.

Interest income earned during the year ended June 30, 2023 amounted to ₱22.6 million, down by ₱15.5 million from ₱38.1 million earned during the year ended June 30, 2022. The interest income recorded for the year ended June 30, 2022 is substantially attributed to the accrued interests and default charges on the assigned loans of STI Tanay. This covers interests and penalty charges from the execution of the deed of assignment by and between DBP and STI ESG in 2019 up to the date of the extrajudicial foreclosure sale of the properties, mortgaged as collateral to STI Tanay's loans, situated in Pasig City and Tanay, Rizal on March 15, 2021 and March 16, 2022, respectively. This account also includes interest income on the Group's investments in short-term placements.

Collection efficiencies resulted to an increase in the recovery of previously written-off receivables amounting to ₱11.3 million and ₱9.7 million for the years ended June 30, 2023 and 2022, respectively.

STI ESG recognized dividend income from RCR and DLSCM amounting to ₱0.6 million and ₱1.9 million, respectively, for the year ended June 30, 2023 and from RCR and DLSCM amounting to ₱0.4 million and ₱0.8 million, respectively, for the year ended June 30, 2022.

The Group recognized unrealized gain on foreign exchange rate differences amounting to ₱2.3 million and ₱44.6 million for the years ended June 30, 2023 and 2022, respectively. The Group also recognized realized gain on foreign exchange differences amounting to ₱0.1 million and ₱1.3 million for the years ended June 30, 2023 and 2022, respectively. These are attributed to STI ESG's and iACADEMY's dollar-denominated cash and cash equivalents.

Equity share in net income of associates and a joint venture amounted to ₱2.3 million for the year ended June 30, 2023 compared to equity in net losses of associates and a joint venture of ₱20.2 million recognized for the year ended June 30, 2022.

Derecognition of contingent consideration amounting to ₱25.0 million was recorded for the year ended June 30, 2022. The Parent Company and the Agustin family, former STI WNU shareholders, reached a Compromise Agreement on September 6, 2021 for the full and final settlement of the latter's claim against the former amounting to ₱50.0 million in the cases filed in various courts as stated in the Compromise Agreement. The amount of ₱50.0 million had been set up as contingent consideration in prior years. With the full and final settlement in the amount of ₱25.0 million, the balance of ₱25.0 million has been derecognized.

STI ESG recognized a gain on settlement of receivables, net of provision for impairment of noncurrent asset held for sale, amounting to ₱10.8 million for the year ended June 30, 2022. The gain on settlement of receivables from STI Tanay amounted to ₱45.1 million while the provision for impairment of noncurrent asset held for sale was recognized at ₱34.3 million, net of depreciation recognized on the Pasig property from the date of the annotation on the property's title up to June 30, 2022.

The Group recognized a gain on sale amounting to ₱0.8 million for the year ended June 30, 2023 due to the disposal of STI ESG's obsolete and fully depreciated equipment and furniture and iACADEMY's

transportation equipment. For the year ended June 30, 2022, gain on sale of STI ESG's transportation equipment largely accounted for the ₱1.6 million income recorded.

The Group applied the practical expedient approach for some rent concessions granted to the Group following the amendments to PFRS 16, *COVID-19-related Rent Concessions* resulting in recognition of other income aggregating to ₱6.1 million for the year ended June 30, 2022, presented as part of "Other income (expenses) - net" in the consolidated statements of comprehensive income. Also included in the account "Other income (expenses) - net" is the reversal of interest income from past due accounts of consolidated subsidiaries of STI ESG in the amount of ₱15.9 million.

The Group also recognized other income amounting to ₱4.7 million, presented as part of "Other income (expenses) - net" for the year ended June 30, 2023. This represents a donation from Huawei as part of the partnership program between STI ESG and Huawei. The proceeds from this donation were used to purchase Ideahub equipment which was eventually used to put up a Huawei Smart Classroom in STI Academic Center Ortigas-Cainta. The smart classroom is equipped with Huawei Smart TVs together with an intelligent board, digital blackboard and all the related software and cameras. The Ideahub board combines smart writing, wireless projection, and open applications into a single board. The board is also equipped with premium anti-blue light protection. This project is part of STI ESG and Huawei's partnership program in delivering certification courses, simulation tools, and training materials to eligible students.

Benefit from income tax amounting to ₱15.7 million was recognized by the Group for the year ended June 30, 2023 compared to ₱10.8 million income tax provision for the year ended June 30, 2022. Income tax rate for proprietary educational institutions was reduced from 10% to 1% following the enactment of the CREATE Act in April 2021. The reduced income tax rate had a retroactive effect beginning July 1, 2020 and would be effective up to June 30, 2023. Upon expiration of the temporary tax relief provided by the CREATE Act for proprietary educational institutions, the Group remeasured its deferred tax assets and liabilities which resulted in an increase in deferred tax assets as at June 30, 2023.

The Group reported a net income of ₱873.8 million for the year ended June 30, 2023, more than double the ₱416.2 million net income earned for the year ended June 30, 2022.

Remeasurement loss on pension liability, net of income tax effect, amounted to ₱16.9 million for the year ended June 30, 2023 compared to remeasurement gain on pension liability of ₱8.5 million recognized for the year ended June 30, 2022. These fluctuations reflect the movements in the value of equity shares forming part of the Group's pension assets.

The unrealized fair value adjustments on equity instruments at FVOCI amounted to ₱1.9 million for the year ended June 30, 2023, compared to ₱1.1 million for the year ended June 30, 2022 due to the movement in the price of quoted equity shares held by STI ESG.

Total comprehensive income increased to ₱858.8 million from ₱425.8 million for the years ended June 30, 2023 and 2022, respectively. This improvement is attributed to the higher number of enrollees and an improvement in the enrollment mix in favor of CHED programs for SY 2022-2023 compared to that of SY 2021-2022.

EBITDA increased from ₱1,128.6 million for the year ended June 30, 2022 to ₱1,637.2 million for the year ended June 30, 2023. Depreciation and interest expenses for purposes of this computation exclude those related to ROU assets and lease liabilities, respectively. EBITDA margin is 48% compared to 42%.

Core income, computed as the consolidated income after income tax derived from the Group's main business of education and other recurring income, amounted to ₱868.9 million and ₱330.8 million for the years ended June 30, 2023 and 2022, respectively.

Financial Risk Disclosure

The Group's present activities expose it to liquidity, credit, interest rate and capital risks.

Liquidity risk – Liquidity risk arises from the possibility that the Group may encounter difficulties in raising funds to meet its currently maturing commitments. The Group's liquidity profile is managed to be able to finance its operations and capital expenditure and other financial obligations. To cover its financing requirements, the Group uses internally generated funds and interest-bearing loans and borrowings. As part of its liquidity risk management program, the Group regularly evaluates the projected and actual cash flow information and continuously assesses conditions in the financial markets for opportunities to pursue fund-raising initiatives.

Any excess funds are primarily invested in short-dated and principal-protected bank products that provide the flexibility of withdrawing the funds anytime. The Group regularly evaluates available financial products and monitors market conditions for opportunities to enhance yields at acceptable risk levels.

The Group's current liabilities as at June 30, 2025 are mostly made up of trade liabilities with 30 to 60-day payment terms and the current portion of interest-bearing loans and borrowings that are expected to mature within one year after reporting date. On the other hand, the biggest components of the Group's current assets are cash and cash equivalents and receivables from students and franchisees with credit terms of up to ten (10) months for installment payments and thirty (30) days, respectively.

As at June 30, 2025 and 2024, the Group's current assets amounted to ₱3,599.7 million and ₱3,679.2 million, respectively, while current liabilities amounted to ₱1,954.2 million and ₱1,770.5 million, respectively. Current liabilities include unearned tuition and other school fees amounting to ₱242.8 million and ₱179.6 million as at June 30, 2025 and 2024, respectively. Unearned tuition and other school fees represent performance obligations which will be recognized as revenues when the students receive the services provided by the Group.

As part of the Group's liquidity risk management program, the management continuously assesses conditions in the financial markets for opportunities to pursue fund-raising initiatives.

The Group regularly monitors both the debt service coverage ratio (DSCR) for STI ESG's interest-bearing loans from local banks and the ICR for its series 10-year bonds. The ratios are based on the audited consolidated financial statements of STI ESG. The DSCR is equivalent to the EBITDA divided by the total principal and interests due for the next twelve months while the ICR is computed as EBITDA divided by the total interests due for the next twelve months. STI ESG manages its DSCR to keep it at a level acceptable to the Group and the lender banks. Similarly, the Group monitors its ICR to keep it at a level acceptable to the Group and the bondholders.

The Term Loan Agreement with Chinabank prescribes that the financial covenants shall be observed and computed based on STI ESG's unaudited interim consolidated financial statements as at and for the six-month period ending December 31 of each year and based on the audited consolidated financial statements as at and for the fiscal year ending June 30 of each year. The term loan agreements with BPI and Metrobank prescribe that the financial covenants shall be observed and computed annually based on STI ESG's audited consolidated financial statements as at and for the fiscal year ending June 30 of each year. STI ESG is compliant with the DSCR requirement as at June 30, 2025 and 2024, as defined in the term loan agreements, (see Note 18 of the Audited Consolidated Financial Statements).

The Second Supplemental Trust Agreement replaced the DSCR measure with ICR, as discussed in Note 19 of the Audited Consolidated Financial Statements.

The Group's policy is to keep the DSCR not lower than 1.05:1.00 and the ICR not lower than 3.00:1.00. DSCRs, as defined in the loan agreements, as at June 30, 2025 and 2024 are 3.40:1.00 and 2.39:1.00, respectively. ICRs, as defined in the bond trust agreement, as at June 30, 2025 and 2024 are 14.95:1.00 and 9.37:1.00, respectively. STI ESG is compliant with the financial covenants imposed under the loan and bond trust agreements.

Credit risk – Credit risk is the risk that the Group will incur a loss arising from students, franchisees or counterparties who fail to discharge their contractual obligations. The Group manages and controls credit risk by setting limits on the amount of risk that the Group is willing to accept for each counterparty and by monitoring expenses in relation to such limits.

It is the Group's policy to require students to pay all their tuition and other incidental fees before they can get their report cards and other credentials. In addition, receivable balances are monitored on an ongoing basis such that exposure to bad debts is not significant.

Interest rate risk - Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Fixed rate financial instruments are subject to fair value interest rate risk while floating rate financial instruments are subject to cash flow interest rate risk. The Group's interest rate risk management policy centers on reducing the overall interest expense and exposure to changes in interest rates. Changes in market interest rates relate primarily to the Group's interest-bearing loans and bonds. While the Group's long-term debt has a floating interest rate, the Group elected to have the interest rate repriced every six months on its new loans and every year on the old loans, thus minimizing the exposure to market changes in interest rates. STI ESG's 7-year bonds, which had a fixed interest rate, were fully redeemed in March 2024 while the 10-year bonds, maturing in 2027, continue to carry a fixed interest rate.

The Group's exposure to interest rate risk also includes its cash and cash equivalents balance. Interest rates for the Group's cash deposits are at prevailing interest rates. Due to the magnitude of the deposits, significant changes in interest rates may also affect the statements of comprehensive income of the Group.

Capital Risk - The Group aims to achieve an optimal capital structure to reduce its cost of capital in pursuit of its business objectives, which include maintaining healthy capital ratios and strong credit ratings, maximizing shareholder value and providing benefits to other stakeholders.

The Group manages its capital structure and makes adjustments to it in light of changes in economic conditions. The Group is not subject to externally imposed capital requirements.

The Group monitors capital using the debt-to-equity ratio, which is computed in accordance with the financial covenants prescribed in the loans and trust agreements (see Notes 18 and 19 of the Audited Consolidated Financial Statements). The Group monitors its debt-to-equity ratio to keep it at a level acceptable to the Group, the lender banks, and the STI ESG bondholders. The Group's policy is to keep the debt-to-equity ratio at a level not exceeding 1.50:1.00. STI ESG is compliant with the required debt-to-equity ratio as at June 30, 2025 and 2024.

Agreements/Commitments and Contingencies/Other Matters

- a. There are no changes in accounting estimates used in the preparation of the audited consolidated financial statements for the current and prior financial periods.
- b. Except as provided in Note 34 of the Notes to the Audited Consolidated Financial Statements attached as part of "Exhibits and Schedules," the Group has no other financial and capital commitments.

- c. There are no material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Group with unconsolidated entities or other persons created during the reporting period.
- d. There are no material events and uncertainties known to management that would address the past and would have an impact on the future operations of the Group.
- e. There are no known trends, demands, commitments, events or uncertainties that will have an impact on the Group's liquidity except for the contingencies and commitments enumerated in Note 34 of the Notes to the Audited Consolidated Financial Statements.
- f. The various loan agreements entered into and the issuance of fixed-rate bonds by STI ESG provide certain restrictions and conditions with respect to, among others, change in majority ownership and management and maintenance of financial ratios. STI ESG is fully compliant with all the covenants in the loan agreements. Please see Notes 18, 19 and 35 in the Notes to the Audited Consolidated Financial Statements. There are no other events that will trigger direct or contingent financial obligations that are material to the Group, including any default or acceleration of an obligation.
- g. There are no significant elements of income or loss that did not arise from the Group's continuing operations.
- h. The Group's business is linked to the academic cycle. The academic cycle is one academic year that starts in late August and ends in June of the following year. The core business and revenues of the Group, which are mainly from tuition and other school fees, are recognized as income over the corresponding school term(s) to which they pertain. Accordingly, the revenues of the Group are expected to be lower during the first quarter of the fiscal year compared to the other quarters if the number of enrollees remains constant. This information is provided to allow for a proper appreciation of the results of the operations of the Group. However, management has concluded that the Group's operation is not highly seasonal.
- i. On March 23, 2017, STI ESG listed its ₱3.0 billion Series 7-year Bonds due 2024 and Series 10-year Bonds due 2027 on the PDEX secondary market. The ₱3.0 billion bond issue is the first tranche of STI ESG's ₱5.0 billion fixed-rate bonds program under its 3-year shelf registration with the SEC. The 3-year shelf registration ended on March 9, 2020. The Bonds carry coupon rates of 5.8085% and 6.3756% for the 7-year and 10-year tenors, respectively. Interests are payable quarterly in arrears on June 23, September 23, December 23, and March 23 or the next business days if such dates fall on non-banking days, of each year commencing on June 23, 2017, until and including the relevant maturity dates (see Note 19 of the Audited Consolidated Financial Statements). STI ESG redeemed in full its series 7-year bonds in March 2024. The Series 10-year Bonds continue to carry a 6.3756% coupon rate as at June 30, 2025.
- j. On September 16, 2024, CHED granted STI WNU its autonomous status by virtue of CHED Memorandum Order No. 7, Series of 2024. Autonomous schools have the freedom to open new programs without securing prior approval from CHED, priority in the grant of subsidies and other financial incentives from CHED, and exemption from regular CHED monitoring and evaluation and issuance of Special Order for their graduates, among other benefits.
- k. On February 27, 2024, the BOD of STI Holdings ratified the execution of a term sheet between STI Holdings and Philippine School of Business Administration (PSBA Manila) and Philippine School of Business Administration, Inc. – Quezon City (PSBA Quezon City) or collectively referred to as "PSBA." The term sheet covers the takeover by STI Holdings of the operations of PSBA as well as the acquisition of licenses, trademarks, trade names, and school-related assets owned by PSBA (the "transaction").

The term sheet and the implementation of the transaction are subject to several conditions including, among others, the execution of mutually acceptable definitive agreements, the fulfillment of the conditions precedent, the approval of the stockholders of PSBA, and regulatory approvals.

On May 2, 2024, STI Holdings disclosed to the SEC and the PSE the developments regarding the transactions by and among STI Holdings and PSBA involving the following: (a) the acquisition by the Company or its affiliates, assignees or successors-in-interest of a 3,000 square meter parcel of land located at Aurora Boulevard, Quezon City which forms part of the properties owned by PSBA Manila (the "Subject Property"); (b) the acquisition by the Company or its affiliates, assignees or successors-in-interest of the tangible and intangible assets of PSBA (collectively, the "School Related Assets") used or relating to the operation by PSBA of its schools located in Manila and Quezon City (collectively, the "PSBA Schools"); and (c) the grant by PSBA of a right of first refusal over the properties owned by PSBA Manila located in Manila (the "PSBA Manila Property") and Quezon City, net of the Subject Property (the "Remaining PSBA Quezon City Properties").

On May 2, 2024, STI ESG entered into a Contract to Sell with PSBA Manila for the sale and purchase of a 3,000 square meter parcel of land located at Aurora Boulevard, Quezon City (referred to as the "Subject Property"). The purchase price of the Subject Property is less than ten percent (10%) of the total assets of the Company. The sale and purchase of the Subject Property is subject to regulatory approvals and the fulfillment of certain conditions precedent. Subject to regulatory approvals and upon fulfillment of such conditions precedent, STI ESG and PSBA Manila shall execute a Deed of Absolute Sale over the Subject Property.

On the same date, STI College Novaliches, Inc. entered into an Asset Purchase Agreement with PSBA for the acquisition by STI College Novaliches, Inc. of the tangible and intangible assets of PSBA (collectively, the "School Related Assets") used or relating to the operation by PSBA of its schools located in Manila and Quezon City. The sale and purchase of the School Related Assets is subject to regulatory approvals and the fulfillment of certain conditions. Subject to regulatory approvals and the fulfillment of certain conditions, STI College Novaliches, Inc. and PSBA shall execute Deeds of Assignment for the sale and purchase of the School Related Assets. In January 2025, STI College Novaliches, Inc. became a direct subsidiary of STI Holdings.

As at October 13, 2025, the conditions precedent and regulatory approvals for the aforementioned agreements have not been fulfilled.

On May 30, 2024, STI ESG and PSBA executed a Management Agreement appointing STI ESG to manage the operations of PSBA schools with the goal of increasing enrollment as well as promoting PSBA as one of the leading educational institutions in the Philippines for accountancy and business programs. The management services commenced on July 1, 2024 for PSBA Quezon City and on August 1, 2024 for PSBA Manila. The agreement has a term of three (3) years counting from the respective management commencement dates.

The agreement provides that STI ESG shall perform the following obligations, among others: (1) provide management services including, but not limited to, marketing and advertising efforts, administering teaching and non-teaching staff deployed in each of the PSBA schools, maintaining school records and providing such other administrative and support services required for the effective operations of PSBA schools; (2) enter into contracts for and on behalf of PSBA with third parties without need of consent of PSBA; (3) liaise with local government units and government agencies in relation to the management and operations of PSBA schools; and (4) apply for and obtain permits and licenses for PSBA schools.

PSBA Manila and PSBA Quezon City shall each pay management fees to STI ESG equivalent to 26% of the gross revenues of PSBA Manila and PSBA Quezon City, respectively.

The management agreement may be extended provided that (i) such extension shall be subject to mutual agreement of the Parties, (ii) STI ESG shall be entitled to use the PSBA Manila and Quezon City properties rent-free during the extended management period, and (iii) the same terms and conditions shall apply during the extended management period unless otherwise agreed upon by the Parties in writing.

On September 23, 2024, PSBA informed STI Holdings that a third party had offered to purchase the PSBA Manila Property. On October 2, 2024, STI Holdings informed PSBA that it intended to exercise its right of first refusal over the PSBA Manila Property under the same terms and conditions offered by the third party. As at October 13, 2025, STI Holdings has yet to receive the reply of PSBA.

On July 31, 2025, the SEC approved the amendments to the Articles of Incorporation of STI College Novaliches, Inc., which include, among others, the following:

- Change in corporate name to “Philippine School of Business Administration - Manila, Inc.”;
- Revision of the primary purpose to include the offering of primary and post-graduate education;
- Modification of the secondary purpose to allow the purchase, acquisition, ownership, lease, sale, and conveyance of intangible assets as may be necessary or incidental to its operations; and
- Extension of the corporate term to perpetual existence.

On August 29, 2025, the SEC approved the amended By-Laws of Philippine School of Business Administration-Manila, Inc. (formerly “STI College Novaliches, Inc.”) which include, among others, the change in its fiscal year from April 1 of each year to March 31 of the following year to July 1 of each year to June 30 of the following year.

Item 7. FINANCIAL STATEMENTS

The June 30, 2025 Audited Consolidated Financial Statements, together with the Statement of Management’s Responsibility and Auditors’ Report are attached and filed herewith.

Item 8. CHANGES IN AND DISAGREEMENTS WITH ACCOUNTANTS ON ACCOUNTING AND FINANCIAL DISCLOSURES

1. The accounting firm of SyCip Gorres Velayo & Co. (SGV) has been the Parent Company’s External Auditors for the past years (2010 up to the present). They were reappointed in the Annual Stockholders’ Meeting held on December 18, 2024 as external auditors for the ensuing fiscal year.

A representative of SGV is expected to be present at the Annual Meeting of the Stockholders and will have the opportunity to make a statement if he or she so desires. The representative will also be available to respond to appropriate questions from the stockholders.

Pursuant to Revised SRC Rule 68 Part 1 (3) (B) (ix) (Rotation of External Auditors), the Parent Company has engaged Ms. Loubelle V. Mendoza of SGV as the Partner-in-charge of the Parent Company. This is her fourth year of engagement for STI Holdings.

2. There has not been any disagreement between the Parent Company and said accounting firm regarding any matter relating to accounting principles or practices, financial statement disclosures or auditing scope or procedure.

As stated in the June 30, 2025 “Statement of Management Responsibility for Financial Statements”, SGV is the appointed independent auditors of STI Holdings. They have examined the financial statements of the Parent Company in accordance with Philippine Standards on Auditing and have expressed their opinion on the fairness of presentation upon completion of such examination, in its report to the Board of Directors and stockholders.

The Parent Company’s Audit and Risk Committee reviews and approves the scope of audit work of the External Auditor. The scope and related fees for services rendered by the external auditor including the audit of financial statements, the scope of and payment for the same are subject likewise to review and approval by the management.

The 2017 Manual on Corporate Governance provides that, the Audit and Risk Committee should evaluate and determine the non-audit work of the External Auditor, and periodically review the non-audit fees paid to him in relation to the total fees paid to the External Auditor and to the Parent Company’s overall consultancy expenses. The Audit and Risk Committee should disallow any non-audit work that will conflict with his duties as an External Auditor or may pose a threat to his independence (As defined by the Code of Ethics for Professional Accountants).

In the Organizational Meeting of the Board of Directors held on December 18, 2024, the following were elected as the Chairman and Members of the Audit and Risk Committee of the Parent Company to serve as such for the ensuing year and until the election and qualification of their successors:

Chairman: Robert G. Vergara, Independent Director

Members: Ma. Leonora Vasquez-De Jesus, Independent Director
Raymond Anthony N. Alimurung, Independent Director
Jesli A. Lapus, Non-Executive Director
Martin K. Tanco, Non-Executive Director

The following table sets out the aggregate fees for each of the last three (3) years for professional services rendered by SGV & Co.:

	Year ended June 30, 2025	Year ended June 30, 2024	Year ended June 30, 2023
Total audit fees	₱23,114,000	₱21,191,000	₱19,513,500
Non-audit fees			
Tax Services	-	66,000	324,826
All other services ¹	1,265,000	1,263,000	1,210,000
Total non-audit fees	1,265,000	1,329,000	1,534,826
Total audit and non-audit fees	₱24,379,000	₱22,520,000	₱21,048,326

¹Billed fees for Sustainability Reporting advisory services and Corporate Governance seminars

²Fees are exclusive of VAT and out-of-pocket expenses

PART III – CONTROL AND COMPENSATION INFORMATION

Item 9. DIRECTORS AND EXECUTIVE OFFICERS OF THE ISSUER

A) Directors and Executive Officers

(1) Directors, Independent Directors and Executive Officers

The Parent Company's Articles of Incorporation provides for eleven (11) members of the Board.

The term of office of the directors of the Parent Company is one (1) year and they are to serve as such until the election and qualification of their successors.

The following are the incumbent members of the Board of Directors:

- (a) Eusebio H. Tanco
- (b) Monico V. Jacob
- (c) Joseph Augustin L. Tanco
- (d) Ma. Vanessa Rose L. Tanco
- (e) Martin K. Tanco
- (f) Paolo Martin O. Bautista
- (g) Jesli A. Lapus
- (h) Robert G. Vergara
- (i) Ma. Leonor Vasquez-De Jesus
- (j) Raymond Anthony N. Alimurung
- (k) Justice Antonio T. Carpio (Ret.)

All of the foregoing incumbent directors have been nominated to the Board for the ensuing year. Messrs. Robert G. Vergara, Raymond Anthony N. Alimurung and Justice Antonio T. Carpio (Ret.) as well as Ms. Ma. Leonora Vasquez-De Jesus. have been nominated as independent directors by Eximious Holdings, Inc. (formerly Capital Managers & Advisors, Inc.) (EHI), a stockholder of the Parent Company. EHI has no business or professional relationship with Justice Carpio (Ret.), Messrs. Vergara and Alimurung as well as Ms. De Jesus.

Pursuant to Rule 38 of the Securities Regulation Code and Article IV of the Parent Company's By-Laws, the nomination of all of the members of the Parent Company's Board of Directors, including independent directors, shall be conducted by the Corporate Governance Committee prior to the annual stockholders' meeting in accordance with the following procedure:

- (1) All recommendations shall be signed by the nominating stockholders together with the acceptance and conformity of the would-be nominees and shall be submitted to the Corporate Governance Committee and the Corporate Secretary.
- (2) The Corporate Governance Committee shall pre-screen the qualifications and prepare a Final List of all Candidates.
- (3) After the nomination, the Corporate Governance Committee shall prepare a Final List of Candidates to be submitted to the Board of Directors, which shall contain all the information regarding the background and experience of the nominees required to be ascertained and made known under the Securities Regulation Code and relevant rules and regulations.

- (4) Said Final List of Candidates shall be disclosed in the reports required by law, rules and regulations to be submitted to the Securities Exchange Commission, Philippine Stock Exchange and all stockholders.
- (5) Only nominees whose names appear on the Final List of Candidates shall be eligible for election as directors. No other nominations shall be entertained after the Final List of Candidates shall have been prepared.

The current Chairman of the Corporate Governance Committee is Justice Antonio T. Carpio (Ret.). Ms. Ma. Leonora Vasquez-De Jesus and Mr. Raymond Anthony N. Alimurung are members of the Corporate Governance Committee.

Summary of Term of Office of Directors:

- (1) Eusebio H. Tanco – director since March 17, 2010 up to the present
- (2) Monico V. Jacob – director since March 17, 2010 up to the present
- (3) Joseph Augustin L. Tanco – director since October 27, 2010 up to the present
- (4) Ma. Vanessa Rose L. Tanco – director since October 27, 2010 up to the present
- (5) Martin K. Tanco – director since December 19, 2012 up to the present
- (6) Paolo Martin O. Bautista – director since December 19, 2012 up to the present
- (7) Jesli A. Lapus – independent director since October 4, 2013 up to December 19, 2022 and non-executive director from December 19, 2022 up to the present
- (8) Robert G. Vergara – independent director since July 27, 2017 up to the present
- (9) Ma. Leonora Vasquez-De Jesus – independent director since September 20, 2019 up to the present
- (10) Raymond Anthony N. Alimurung – independent director since September 20, 2019 up to the present
- (11) Justice Antonio T. Carpio (Ret.) - independent director since December 19, 2022 up to the present

The corresponding ages, citizenships, business experiences and directorships held for the past five (5) years of the incumbent directors who have been nominated to the Board for the ensuing year are set forth below:

Eusebio H. Tanco, 76, Filipino, Chairman of the Board, Executive Director

Mr. Tanco is the Chairman of STI Holdings, and the Chairman of its Executive, Nomination and Compensation Committees.

Mr. Tanco is also the Chairman Emeritus of the Executive Committee of STI ESG. He is also the Chairman of the Compensation and Retirement Committees and is a Director of STI ESG.

Mr. Tanco is currently the Chairman of the Board and President of Prudent Resources, Inc., First Optima Realty Corp, and Prime Power Holdings Corporation. He is the Chairman of the Board of Mactan Electric Company, Venture Securities Inc., GROW Vite Staffing Services, Inc. (Grow Vite), Eximious Holdings, Inc., Philippines First Insurance Co., Inc. (PhilsFirst) and DigiPlus Interactive Corp. (formerly Leisure and Resorts World Corporation). He is the President of Asian Terminals, Inc.

Mr. Tanco is the President of Total Consolidated Asset Management, Inc., Eujo Phils, Inc., Cement Center Inc., Biolim Holdings and Management Corp (formerly Rescom Developers Inc.), Tantivy Holdings, Inc., Bloom with Looms Logistics, Inc. (formerly Southern Textiles Mills, Inc.), Marbay Homes Inc., Amina, Inc., International Hardwood & Veneer Corp., and CEO of Classic Finance Inc.

Mr. Tanco is also a director in iACADEMY, STI West Negros University, PhilPlans First, Inc. (PhilPlans), Maestro Holdings, Inc. (Maestro Holdings), Philippine Life Financial Assurance Corporation (PhilLife), Manila Bay Spinning Mills, Inc., United Coconut Chemicals, Inc., MB Paseo, PhilhealthCare, Inc. (PhilCare), and Philippine Racing Club, Inc.

Mr. Tanco is also the Chairman of the Philippines-Thailand Business Council and the Philippines-UAE Business Council. He likewise sits as a member of the Board of Trustees of Philippines, Inc. and is a member of the Philippine Chamber of Commerce and Industry.

Mr. Tanco earned his Master of Science in Economics degree from the London School of Economics and Political Science and his Bachelor of Science degree in Economics from the Ateneo de Manila University. The Palawan State University also conferred a Doctorate of Humanities degree, honoris causa to Mr. Tanco.

Monico V. Jacob, 80, Filipino, President and CEO, Executive Director

Mr. Jacob has been the President and CEO of STI Holdings since March 17, 2010. He is likewise a member of the Executive Committee of STI Holdings.

Mr. Jacob is the Vice-Chairman and CEO of STI ESG and a member of the Executive Committee, Corporate Governance, Compensation, and Retirement Committees. He is also the Chairman of STI West Negros University.

Mr. Jacob is the President of Eximious Holdings, Inc., Tantivy Holdings, Inc., and Chantilly Nutriment Corporation.

Mr. Jacob is the Chairman of Maestro Holdings, PhilLife, PhilCare, Total Consolidated Asset Management, Inc., Global Resource for Outsourced Workers, Inc. (GROW), Grow Vite, and Rosehills Memorial Phils., Inc.

Mr. Jacob is a non-Executive Director in Asian Terminals, Inc. and Phoenix Petroleum Phils., Inc. and an Independent Director in Rockwell Land Corp. He also serves as a member of the Board of Governors of iACADEMY, and is a member of the board of PhilPlans.

Prior to his present positions, Mr. Jacob was the Chairman and CEO of Petron Corporation, and the Philippine National Oil Company (PNOC) and all of its subsidiaries. He also served as the General Manager of the National Housing Authority (NHA), and Chief Executive Officer of the Home Development Mutual Fund. He was also an Associate Commissioner for the Securities and Exchange Commission in 1986.

Prior to government, he was a Partner of the law firm Jacob Acaban Corvera Valdez and Del Castillo and was an active trial lawyer. Today, he is a partner in the law firm of Jacob & Jacob. His areas of specialization are energy, corporate law, corporate recovery and rehabilitation work, including receivership and restructuring advisory for companies.

Mr. Jacob is a member of the Management Association of the Philippines (MAP) of which he was President for 1998. He is also a member of the Integrated Bar of the Philippines.

Mr. Jacob finished his Bachelor of Arts degree with a Major in Liberal Arts from the Ateneo de Naga University in 1966 and his Bachelor of Laws degree from the Ateneo de Manila University in 1971.

Joseph Augustin L. Tanco, 44, Filipino, Executive Director

Mr. Tanco has been a Director of STI Holdings since October 27, 2010. He is likewise the Vice President for Investor Relations.

Mr. Tanco is the Chairman of the Board of PhilPlans.

Mr. Tanco is currently the President and Chief Executive Officer of Maestro Holdings, PhilLife, PhilCare and Comm&Sense, Inc. He founded Comm&Sense, Inc., an award-winning public relations agency offering comprehensive services in the areas of creative design, event conceptualization and management, public relations and promotions, and its affiliated companies Roar Agile Communicators and Stitch Tech Solutions, where he is likewise the President and Chief Executive Officer.

Mr. Tanco serves as Director and member of the Executive Committee of STI ESG, Director of iACADEMY, STI West Negros University and PhilsFirst.

Mr. Tanco is also a Director of Eximious Holdings, Inc. , Biolim Holdings & Management Corporation, Prime Power Holdings Corporation, Venture Securities, Inc., and Bloom with Looms Logistics, Inc., and EujoPhils, Inc.

He is an active member of the American Chamber of Commerce of the Philippines, Inc. (AMCHAM), where he is Co-Chairman of the Healthcare and Wellness Committee since 2019. He was Chapter President of Junior Chamber International Philippines (JCI) in 2012, an Area Director for Metro Area 2 in 2013 and recently, JCI bestowed him a Senatorship role. He was National Chairman for Nothing but Nets in 2013. In 2012, he became a mentor for the Bachelor of Science in Entrepreneurship Program at UA&P, and in 2022 was the first recipient of the UA&P Helm Award for Exemplary Service, the top honor at the university's inaugural Alumni Achievement Awards, which recognizes the distinct accomplishments of School of Management graduates. He is also an awardee of the Asia CEO Awards 2024.

Mr. Tanco is a graduate of the University of Asia and the Pacific with a Bachelor of Science degree in Entrepreneurial Management. He obtained his Master's in Business Administration from the Ateneo Graduate School of Business.

Maria Vanessa Rose L. Tanco, 47, Filipino, Executive Director

Ms. Tanco has been a Director of STI Holdings since October 27, 2010.

Ms. Tanco is a Director and the Chairman of the Executive Committee of STI ESG. She also holds directorships at STI West Negros University, PhilPlans, PhilCare, Chantilly Nutriment Corporation and Maestro Holdings. Currently, she is the Chairperson and CEO of iACADEMY.

Ms. Tanco obtained her Doctor in Education Degree and her Masters in Business Administration at the University of Southern California. She obtained her Bachelor of Science degree in Legal Management at Ateneo de Manila University.

Martin K. Tanco, 58, Filipino, Non-Executive Director

Mr. Tanco has been a Director of STI Holdings since December 19, 2012. He is likewise a member of the Executive and Audit and Risk Committees of STI Holdings.

Mr. Tanco is also a director of STI ESG.

Mr. Tanco previously worked with Coats LTD from 1991 to 1999 where he was assigned various operational responsibilities in Indonesia, China, South Africa, United States, Portugal and the United Kingdom.

Mr. Tanco is the Director for Investment of PhilPlans. He is the President of the Philfirst Condominium Association and Vice President of Manila Bay Thread Corporation (formerly Coats Manila Bay).

Mr. Tanco earned his Bachelor of Science Degree in Electrical Engineering from the University of Southern California. He obtained his Master of Science degree in Electrical Engineering and Master in Business Administration from the University of Southern California.

Paolo Martin O. Bautista, 56, Filipino, Executive Director

Mr. Bautista has been a Director of STI Holdings since December 19, 2012. He is likewise the Chief Investment Officer and Chief Risk Officer of STI Holdings.

Mr. Bautista is also a director of STI ESG.

Mr. Bautista is an advisor to the Investment Committee of PhilPlans and a member of the board of directors. He is also a member of the board of directors at PhilCare, PhilLife and Maestro Holdings. He has over 20 years of experience in the areas of corporate finance, mergers and acquisitions, debt and equity capital markets, credit risk management, and securities law. Prior to joining STI Holdings, he was a director at Citigroup Global Markets and a Vice President at the Investment Banking Division of Credit Suisse.

Mr. Bautista obtained his Bachelor of Arts degree, Bachelor of Laws degree and Juris Doctor from the Ateneo de Manila University and obtained a Master of Science degree in Management from the Arthur D. Little School of Management, Cambridge, MA.

Jesli A. Lapus, 76, Filipino, Non-Executive Director

Mr. Lapus was first elected as an Independent Director of STI Holdings on October 4, 2013. He served as the Chairman of the Audit and Risk Committee. He is a member of the Audit and Risk Committee and Related Party Transaction Committee of STI Holdings.

Mr. Lapus was nominated and first elected as a non-executive director of STI Holdings on December 19, 2022.

Mr. Lapus was first elected as Chairman and Independent Director of STI ESG on September 25, 2013. He is a member of the Executive Committee of STI ESG. He was elected as a Non-Executive Director of STI ESG on December 16, 2022.

Mr. Lapus is a member of the Board of Governors of iACADEMY. He is a member of the Board of STI West Negros University. He is also an Independent Director of PhilLife, Alliance Global Group, Inc. and Emperador Inc.

Dr. Lapus is also the Chairman of the Board of LSERV Corporation and the AIM-ALT Center for Tourism of the Asian Institute of Management where he previously sat as a Trustee.

A multi-awarded Executive in the Private Sector, Dr Lapus has successfully managed corporations and banks to industry leaderships. He served as President and CEO of the LandBank of the Philippines, Managing Director of Triumph International (Phils) Inc, and CFO of the Ramcar Group. A Certified Public Accountant, he started his professional career at the SyCip, Gorres, Velayo & Co.

With a solid track record as a professional executive, Dr Lapus has the distinction of having been tapped into the cabinets of three Philippine Presidents, namely: Pres C. Aquino, Ramos and Arroyo. He served as Secretary of Trade and Industry; Secretary of Education; President/CEO of the LandBank and Undersecretary of Agrarian Reform.

Dr. Jesli A Lapus earned his Doctor of Public Administration (Honoris Causa) from the Polytechnic University of the Philippines; Master in Business Management at the Asian Institute of Management and did his Post-Graduate Studies at Harvard University (Investments Appraisal and Management), INSEAD (Transfer of Technology), UCLA (Personal Financial Planning) and BITS Sweden (Project Management).

Dr. Lapus is an accredited member of the Singapore Institute of Directors (SID), Singapore's national association for company directors.

Robert G. Vergara, 63, Filipino, Independent Director

Mr. Vergara has been an Independent Director of STI Holdings since July 27, 2017. He is the Chairman of the Audit and Risk Committee and also serves as a member of the Related Party Transactions Committee of STI Holdings.

Mr. Vergara is also an Independent Director of STI ESG. He is the Chairman of the Audit and Risk Committee and a member of Corporate Governance Committee of STI ESG.

Mr. Vergara is the President of Vergara Advisory Management, Inc. founded in June 2018. He currently sits as an Independent Director of SM Investments Corporation, Metro Pacific Health, AIG Philippines Insurance, Inc., and as Chairman and Member of the Board of Directors of Cabanatuan Electric Corporation.

Mr. Vergara served as the President and General Manager, and Vice-Chairman of the Board of Trustees of the Government Service Insurance System (GSIS) from September 2010 to October 2016. Mr. Vergara also served as Vice Chairman and Director of National Reinsurance Corporation of the Philippines, Manila Hotel Corporation, and Member of the Board of Directors of Philippine Stock Exchange, Philippine Health Insurance Corporation, Philippine National Construction Corporation and Housing and Urban Development Coordinating Council.

Mr. Vergara was the Managing Director and Founding Partner of Cannizaro (Hong Kong) Limited from October 2006 to September 2010. From 2002 to 2006, he was a Director of Lionhart (Hong Kong) Ltd. He was a Principal in Morgan Stanley Asia Ltd. from 1997-2001 and served as the Managing Director of IFM Asia Ltd. from 1990 to 1997.

He obtained his Master in Business Administration from Harvard Graduate School of Business Administration. He graduated magna cum laude from Ateneo De Manila University with Bachelor of Science degrees in Management Engineering and Mathematics.

Ma. Leonora Vasquez-De Jesus, 75, Filipino, Independent Director

Ms. Vasquez-De Jesus has been an independent director of STI Holdings since September 20, 2019. She is the Chairperson of the Related Party Transactions Committee as well as a member of the Audit and Risk and Corporate Governance Committees.

She is also an Independent Director of STI ESG. She is the Chairperson of the Corporate Governance Committee, and a member of the Audit and Risk, and Compensation Committees of STI ESG.

She is currently an Independent Director of BDO Network Bank since 2018. She is presently the Chairperson of the Bank's Board Audit Committee, and a member of the Corporate Governance Committee, and Related Party Transactions Committee.

Ms. De Jesus also serves as Director of Risks, Opportunities Assessment and Management (ROAM), Inc., an accredited SEC trainor on corporate governance.

She is also a member of the New Generation Organization of Women Corporate Directors and Women Corporate Directors since September and November 2023, respectively.

In the past, Ms. De Jesus was an Independent Director of Dominion Holdings, Inc., BDO Leasing and Finance, Inc., Equitable Savings Bank, PCI Capital Corporation, and BDO Elite Savings Bank, Inc. (formerly GE Money Bank, Inc.), and a Director of SM Development Corporation.

She was formerly the University President of the Pamantasan ng Lungsod ng Maynila and was also professorial lecturer at the University of the Philippines-Diliman, Ateneo de Manila University, and at the De La Salle Graduate School of Business and Governance.

She attended a course on Portfolio Management at the New York Institute of Finance; and a Housing Finance course at the Wharton School of Business.

She was also a member of the Board of Governors of the Philippine National Red Cross. Ms. Vasquez-De Jesus was a trustee of the Government Service Insurance System (GSIS) from 1998 until 2004, and also served as a director of the Development Bank of the Philippines.

She was a member of the cabinets of Presidents Corazon C. Aquino, (as Undersecretary in the Office of the President); of Fidel V. Ramos (as Head of the Presidential Management Staff, and concurrently Secretary of the Cabinet; and of Joseph E. Estrada (as Head, Presidential Management Staff and later as Chairman of the Housing and Urban Development Coordinating Council).

She holds Bachelor's (Cum Laude), Master's and Doctorate degrees in Psychology from the University of the Philippines.

Ms. Vasquez-De Jesus was also given several awards: Presidential Medal of Merit – for distinguished and exemplary service rendered to the Republic given by President Fidel V. Ramos, June 23, 1998.; National Awardee – The Outstanding Women in the Nation's Service (TOWNS), 1995; Career Executive Service Officer Plaque of Distinguished Service – in recognition of having been appointed as member of the President's Cabinet as Head of the Presidential Management Staff (the highest recognition of a public manager's competence, performance and commitment to public service), July 28, 1998. First Prize Winner – Thesis/Dissertation Writing Contest in Psychology for 1983-1985, given by the Psychological Association of the Philippines, August 1985; and, UP ROTC Citation for Academic Excellence.

She has likewise authored a book on Completed Staff Work, written a number of academic papers, and worked as an independent consultant for a number of multinational companies and government agencies.

Raymond Anthony N. Alimurung, 51, Filipino, Independent Director

Mr. Alimurung has been an independent director of STI Holdings since September 20, 2019. He is a member of the Audit and Risk, Corporate Governance and Related Party Transactions Committees.

He presently holds the position of a general partner at Kaya Founders, an early-stage investment firm. Before this role, he served as Lazada's first Filipino CEO, overseeing its Philippine expansion from 2018

to 2022. Additionally, Mr. Alimurung held the position of CEO at aCommerce Philippines and gained experience working with Amazon.

Mr. Alimurung obtained his MBA from the Stanford Graduate School of Business. He also holds a Doctor of Medicine from the University of the Philippines College of Medicine where he graduated in the top fifteen percent (15%) of his class. He graduated Cum Laude from the Ateneo De Manila University with a degree in BS Biology.

Justice Antonio T. Carpio (Ret.), 75, Filipino, Independent Director

Justice Antonio T. Carpio has been an independent director of STI Holdings since December 19, 2022. He is the Chairman of the Corporate Governance Committee as well as a member of the Related Party Transactions Committee.

Justice Carpio also serves as an Independent Governor of iACADEMY, Inc.

Justice Antonio T. Carpio was sworn in as member of the Supreme Court of the Philippines on October 26, 2001. He served in the Supreme Court for 18 years, retiring on October 25, 2019 upon reaching the compulsory retirement age of 70. Justice Carpio retired with a zero backlog of cases.

Justice Carpio obtained his law degree from the College of Law of the University of the Philippines where he graduated valedictorian and *cum laude* in 1975. He earned his undergraduate degree in Economics from the Ateneo de Manila University in 1970.

Fresh out of law school, Justice Carpio went into private practice and founded the Carpio Villaraza and Cruz Law firm. He was a Professorial Lecturer of the U.P. College of Law from 1983 until 1992 when he was appointed Chief Presidential Legal Counsel with cabinet rank, Office of the President of the Philippines.

For his "distinguished and exemplary service" to the Republic, Justice Carpio was awarded in 1998 the Presidential Medal of Merit by then President Fidel Ramos. He was conferred a Doctor of Laws, *honoris causa*, by the Ateneo de Davao University in 2009, by the University of the Philippines in 2020, and by the Ateneo de Manila University in 2021.

On October 29, 2011, as Guest Speaker at the 50th Founding Anniversary of the Ateneo de Davao College of Law, Justice Carpio launched his advocacy to challenge the validity of China's nine-dashed line before a tribunal under the United Nations Convention on the Law of the Sea. Ever since, he has been giving lectures all over the country on the invalidity of China's nine-dashed line.

In 2015, the Department of Foreign Affairs sponsored Justice Carpio on a world lecture tour on the West Philippine Sea dispute. Justice Carpio presented the Philippines' perspective on the dispute before think-tanks and universities in 30 cities covering 17 countries.

In May 2017, Justice Carpio published the book titled *The South China Sea Dispute: Philippine sovereign Rights and Jurisdiction in the West Philippine Sea*.

While in the Supreme Court, Justice Carpio served as Chair of the Second Division of the Supreme Court and Chair of the Senate Electoral Tribunal.

Yolanda M. Bautista, 72, Filipino, Treasurer

Ms. Bautista has served as the Treasurer of STI Holdings since March 17, 2010. She is likewise a member of the Executive Committee of STI Holdings.

Ms. Bautista is also the Chief Finance Officer and Treasurer of STI ESG. She is likewise a member of the Compensation and Retirement Committees of STI ESG.

Ms. Bautista is the Chairman and President of Corporate Reference, Inc and Yellow Meadows Business Ventures, Inc.

Ms. Bautista serves as Director and Treasurer of Eximious Holdings, Inc., Banclife Insurance Co., Inc., Tantivy Holdings, Inc., DLS-STI College, Inc., and iACADEMY. She is also the Group Chief Finance Officer of PhilLife and PhilCare as well as the Chief Finance Officer and Treasurer of STI West Negros University. Ms. Bautista is a Director of First United Travel, Inc., Attenborough Holdings Corp., Philippine Healthcare Educators, Inc., GROW, Grow Vite and Bloom with Looms Logistics, Inc. She serves as Treasurer of Total Consolidated Asset Management, Inc., Aberlour Holding Company, Daven Holdings, Inc., Harbourside Holding Corporation, Maestro Holdings, Inc., Morray Holdings, Inc., Kusang Loob Foundation, Inc., SG Holdings, Inc., Philippines First Condominium Corporation, P & O Management Services Phils., Inc., TechGlobal Data Center, Inc., Techzone Condominium Corporation and Techzone Philippines, Inc.

Ms. Bautista is a Certified Public Accountant. She graduated Magna Cum Laude from the University of Sto. Tomas with a Bachelor of Science degree in Commerce, major in Accounting.

Arsenio C. Cabrera, Jr., 65, Filipino, Corporate Secretary and Corporate Information Officer

Atty. Arsenio C. Cabrera, Jr. is the Corporate Secretary and Corporate Information Officer of STI Holdings.

He is also the Corporate Secretary, General Counsel, and Corporate Information Officer of STI ESG.

Atty. Cabrera is a Managing Partner of Herrera Teehankee & Cabrera Law Offices. He also serves as Corporate Secretary of Agustin Tanco Foundation, Inc., Amina, Inc., Arani Realty Corporation, Asiateleservices, Inc., Attenborough Holdings Corporation, BOIE Drug, Inc., BOIE, Incorporated, BOIE Prime, Inc., Calatagan Bay Realty, Inc., Canlubang Golf and Country Club, Inc., Cement Center, Inc., Citicore Holdings Investment, Inc., Classic Finance, Inc., Comm & Sense, Inc., Digitalme Services, Inc., Drysor, Inc., ESA Group of Companies, Inc., Eximious Holdings, Inc., EUJO Phils. Incorporated, Fieldtech Asia, Inc., First Optima Realty Corporation, GEOGRACE Resources Philippines, Inc., Greener and Partner Properties, Inc., Heritage Park Management, Inc., iACADEMY, International Hardwood & Veneer Company of the Philippines, Juska, Inc., Lasik Surgery, Inc., Maestro Holdings, Manila Bay Hosiery Mills, Inc., Manila Bay Spinning Mills, Inc., Megacore Holdings, Inc., NiHAO Mineral Resources International, Inc., Palisades Condominium Corporation, Pay Philexchange, Inc., Philippine American Drug Company, Philippine First Condominium Corporation, PhilsFirst, PhilLife, PhilCare, Inc., Philplans., Renaissance Condominium Corporation, Rosehills Memorial Management Philippines, Inc., Sinoma Energy Conservation (Philippines) Waste Heat Recovery Co., Inc., Sinoma Energy Conservation (Cebu) Waste Heat Recovery Co., Inc., Sonak Holdings, Inc., STI WNU, Tantivy Holdings, Inc., Techglobal Data Center, Inc., TechZone Philippines, Inc., Total Consolidated Asset Management, Inc., Trend Developers, Inc., Ujobi Global Philippines, Inc., Venture Securities, Inc., Villa Development Corporation, Vital Ventures Management Corp. and WVC Development Corporation.

He was also elected as Chairman of Bauhinia 17 Equity Holdings, Inc., Excelsior Holdings, Inc., Excelsium, Inc., PlusHomes Communities, Inc. and Rue Bau 17 Holdings, Inc.

Atty. Cabrera holds degrees in Bachelor of Laws (Second Honors) and Bachelor of Science in Legal Management from the Ateneo De Manila University.

Ana Carmina S. Herrera, 50, Filipino, Assistant Corporate Secretary

Atty. Herrera is a Senior Associate of Herrera Teehankee and Cabrera Law Offices. She also performs the role of Corporate Secretary of STI College Batangas, Inc., STI College of Kalookan, Inc., STI Diamond College, Inc., STI College Novaliches, Inc. and STI Tuguegarao, Inc. She also serves as Assistant Corporate Secretary in a number of other corporations: Amica Corporation, Attenborough Holdings Corporation, Banclife Insurance Co., Inc., , Comm & Sense, Inc., JAE Finance Philippines Corp., iACADEMY, Maestro Holdings, Inc., Palisades Condominium Corporation, PhilCare, , PhilLife , Renaissance Condominium Corporation, STI Holdings and Venture Securities, Inc.

Atty. Herrera received her Bachelor of Laws degree from the University of the Philippines in 2000.

Attendance details of each director from July 1, 2024 up to June 30, 2025 Board of Directors and Committee meetings are set out below:

MEETINGS	ATTENDANCE	
	Directors Present	Directors Absent
18 July 2024 – Audit and Risk Committee Meeting	*Robert G. Vergara Jesli A. Lapus *Dr. Ma. Leonora Vasquez-De Jesus Martin K. Tanco	*Raymond Anthony N. Alimurung
6 September 2024 – Regular Board Meeting	Eusebio H. Tanco Monico V. Jacob Joseph Augustin Eusebio L. Tanco Maria Vanessa Rose L. Tanco Martin K. Tanco Paolo Martin O. Bautista Jesli A. Lapus *Robert G. Vergara *Dr. Ma. Leonora Vasquez-De Jesus *Raymond Anthony N. Alimurung *Justice Antonio T. Carpio (Ret.)	
11 October 2024 – Audit and Risk Committee Meeting	*Robert G. Vergara Jesli A. Lapus *Dr. Ma. Leonora Vasquez-De Jesus *Raymond Anthony N. Alimurung Martin K. Tanco	
11 October 2024 – Regular Board Meeting	Eusebio H. Tanco Monico V. Jacob Joseph Augustin Eusebio L. Tanco Maria Vanessa Rose L. Tanco Martin K. Tanco Paolo Martin O. Bautista Jesli A. Lapus *Robert G. Vergara *Dr. Ma. Leonora Vasquez-De Jesus *Raymond Anthony N. Alimurung *Justice Antonio T. Carpio (Ret.)	

MEETINGS	ATTENDANCE	
	Directors Present	Directors Absent
23 October 2024 – Audit and Risk Committee Meeting	*Robert G. Vergara Jesli A. Lapus *Raymond Anthony N. Alimurung Martin K. Tanco	*Dr. Ma. Leonora Vasquez-De Jesus
25 October 2024 – Corporate Governance Committee Meeting	*Justice Antonio T. Carpio (Ret.) *Dr. Ma. Leonora Vasquez-De Jesus *Raymond Anthony N. Alimurung	
18 December 2024 – Regular Board Meeting	Eusebio H. Tanco Monico V. Jacob Joseph Augustin Eusebio L. Tanco Maria Vanessa Rose L. Tanco Martin K. Tanco Paolo Martin O. Bautista Jesli A. Lapus *Robert G. Vergara *Dr. Ma. Leonora Vasquez-De Jesus *Raymond Anthony N. Alimurung *Justice Antonio T. Carpio (Ret.)	
18 December 2024 – Organizational Board Meeting	Eusebio H. Tanco Monico V. Jacob Joseph Augustin Eusebio L. Tanco Maria Vanessa Rose L. Tanco Martin K. Tanco Paolo Martin O. Bautista Jesli A. Lapus *Robert G. Vergara *Dr. Ma. Leonora Vasquez-De Jesus *Raymond Anthony N. Alimurung *Justice Antonio T. Carpio (Ret.)	
16 May 2025 – Corporate Governance Committee Meeting	*Justice Antonio T. Carpio (Ret.) *Dr. Ma. Leonora Vasquez-De Jesus *Raymond Anthony N. Alimurung	
30 May 2025 – Regular Board Meeting	Eusebio H. Tanco Monico V. Jacob Joseph Augustin Eusebio L. Tanco Maria Vanessa Rose L. Tanco Paolo Martin O. Bautista Jesli A. Lapus *Robert G. Vergara *Raymond Anthony N. Alimurung *Justice Antonio T. Carpio (Ret.)	Martin K. Tanco *Dr. Ma. Leonora Vasquez-De Jesus

MEETINGS	ATTENDANCE	
	Directors Present	Directors Absent
30 June 2025 – Audit and Risk Committee Meeting	*Robert G. Vergara Jesli A. Lapus *Dr. Ma. Leonora Vasquez-De Jesus Martin K. Tanco	*Raymond Anthony N. Alimurung

Note - *Independent Director

(2) Significant Employees

In general, the Parent Company values its human resources. It expects the employees to do their share in achieving the Parent Company's set objectives. There is no person in the Parent Company who is not an executive officer but is expected to make significant contribution in the business of the Parent Company.

(3) Family Relationships

Mr. Joseph Augustin L. Tanco is the son of Mr. Eusebio H. Tanco. Ms. Ma. Vanessa Rose L. Tanco is the daughter of Mr. Eusebio H. Tanco.

Mr. Martin Tanco and Mr. Eusebio H. Tanco are cousins.

There are no other family relationships up to the 4th civil degree, either by consanguinity or affinity among the current Directors other than those already disclosed in this report.

(4) Involvement in Certain Legal Proceedings

None of the above-named directors and executive officers of the Parent Company have been involved in any of the following events for the past five (5) years and up to the date of this SEC Form 17-A:

- (a) any bankruptcy petition filed by or against any business of which such person was a general partner or executive officer either at the time of the bankruptcy or within two years prior to that time;
- (b) any conviction by final judgment;
- (c) being subject to any order, judgment, or decree, not subsequently reversed, suspended or vacated, of any court of competent jurisdiction, domestic or foreign, permanently or temporarily enjoining, barring, suspending or otherwise limiting his involvement in any type of business, securities, commodities or banking activities; and
- (d) being found by a domestic or foreign court of competent jurisdiction (in a civil action), the Commission or comparable foreign body, or a domestic or foreign Exchange or other organized trading market or self-regulatory organization, to have violated a securities or commodities law or regulation, and the judgment has not been reversed, suspended, or vacated.

Item 10. EXECUTIVE COMPENSATION

- (1) The directors are paid ₱25,000.00 each for every board and committee meeting attended by them. There is no arrangement for compensation of directors.

From FY 2022-2023 up to 2024-2025, the CEO and top four (4) executive officers as a group, did not receive compensation from the Parent Company. There is no employment contract between the Parent Company and any of its executive officers.

- (2) The following table summarizes the aggregate compensation for the fiscal years ended June 30, 2023, 2024 and 2025. The amounts set forth in the table below have been prepared based on what the Parent Company paid its directors and named executive officers as a group and other officers for the fiscal years ended June 30, 2023, 2024 and 2025 and what the Parent Company expects to pay for the fiscal year ending June 30, 2026.

The compensation for board members comprises of per diems.

ANNUAL COMPENSATION

Name and Principal Position	Year Ended	Salary (₱)	Bonus (₱)	Other annual compensation (₱)
All other Officers as a Group	2023	3,411,390	-	-
	2024	5,968,538	-	-
	2025	5,720,998	-	-
	2026 ^a	5,720,998	-	-
All Named Executive Officers ^b and Board of Directors as a Group	2023			1,577,485
	2024			3,540,936
	2025			2,819,831
	2026 ^a			2,819,831

Notes:

^a Figure is an estimated amount

^b Named executives include: Eusebio H. Tanco (Chairman of the Board), Monico V. Jacob (President and CEO), Joseph Augustin L. Tanco (Vice President, Investor Relations), Yolanda M. Bautista (Treasurer and CFO) Paolo Martin O. Bautista (Vice President/Chief Investment Officer and Chief Risk Officer) and Atty. Arsenio Cabrera Jr. (Corporate Secretary).

- (3) There are no actions to be taken with regard to any bonus, profit sharing, or other compensation plan, contract or arrangement in which any director, nominee for election as a director, or executive officer of the Parent Company will participate.
- (4) There are no actions to be taken with regard to any pension or retirement plan in which any such person will participate.
- (5) There are no actions to be taken with regard to the granting or extension to any such person of any option, warrant or right to purchase any securities.

Item 11. SECURITY OWNERSHIP OF CERTAIN BENEFICIAL OWNERS AND MANAGEMENT

(1) Security Ownership of Certain Record and Beneficial Owners and Management

(a) Security Ownership of Certain Record/Beneficial Owners as of June 30, 2025

As of June 30, 2025, the following stockholders are the only owners of more than 5% of the Parent Company's voting capital stock, whether directly or indirectly, as record owner or beneficial owner:

Title of Class	Name, Address of Record Owner and Relationship with Issuer	Name of Beneficial Owner and Relationship with Record owner	Citizenship	No. of Shares Held	Percent
Common	PCD Nominee Corporation 37/F Tower I, Enterprise Center, 6766 Ayala Avenue cor. Paseo de Roxas, Makati City		Filipino	3,266,265,088 ²	32.97 %
Common	Mr. Eusebio H. Tanco (Chairman of the Board) (Direct and Indirect shares through PCD Nominee Corporation) 543 Fordham Street, Wack-Wack Village, Mandaluyong City	Mr. Eusebio H. Tanco	Filipino (Direct) (Indirect-thru PCD Filipino) Total	1,652,685,444 13,450,000 ----- 1,666,135,444 =====	16.69% 0.13% ----- 16.82% =====
Common	Prudent Resources, Inc. 7/F STI Holdings Center, 6764 Ayala Avenue, Makati City	Mr. Eusebio H. Tanco, the Chairman and President of Prudent Resources, Inc. is authorized to vote its shares in the Company.	Filipino (Direct) (Indirect-thru PCD Filipino) Total	1,614,264,964 6,820,085 ----- 1,621,085,049 =====	16.30% .07% ----- 16.37% =====
Common	PCD Nominee Corporation 37/F Tower I, Enterprise Center, 6766 Ayala Avenue cor. Paseo de Roxas, Makati City		Non-Filipino	696,330,840	7.03%

² Eusebio H. Tanco is the beneficial owner of 13,450,000 shares. Prudent Resources, Inc. is the beneficial owner of 6,820,085 shares. Biolim Holdings and Management Corp. is the beneficial owner of 18,282,861 shares. Tantivy Holdings, Inc. is the beneficial owner of 3,000,000 shares.

Title of Class	Name, Address of Record Owner and Relationship with Issuer	Name of Beneficial Owner and Relationship with Record owner	Citizenship	No. of Shares Held	Percent
Common	Biolim Holdings and Management Corp. (formerly Rescom Developers, Inc.) 7/F STI Holdings Center, 6764 Ayala Avenue, Makati City	Mr. Eusebio H. Tanco, the President of Biolim Holdings and Management Corp. is authorized to vote its shares in the Company.	Filipino (Direct)	794,343,934	8.02%
			(Indirect-thru PCD Filipino)	18,282,861	0.18%
			Total	812,626,795	8.20%
				=====	=====
Common	Eujo Philippines, Inc. (Direct and Indirect shares through PCD Nominee Corporation) 7/F STI Holdings Center, 6764 Ayala Avenue, Makati City	Mr. Eusebio H. Tanco, the President of Eujo Philippines, Inc. is authorized to vote its shares in the Company.	Filipino	806,157,130	8.14%
Common	Tantivy Holdings, Inc. (Formerly, Insurance Builders, Inc.) (Direct and Indirect shares through PCD Nominee Corporation) 7/F STI Holdings Center, 6764 Ayala Avenue, Makati City	Mr. Eusebio H. Tanco, the President of Tantivy Holdings, Inc. is authorized to vote its shares in the Company.	Filipino (Direct)	626,776,992	6.33%
			(Indirect-thru PCD Filipino)	3,000,000	0.03%
			Total	629,776,992	6.36%
				=====	=====

Note: PCD Nominee Corporation is a wholly owned subsidiary of the Philippine Central Depository, Inc. (PCD), and is the registered owner of the shares in the records of the Parent Company's transfer agent. The participants of the PCD (with respect to securities in the principal accounts) or the clients of such participants (with respect to securities in the participants' client accounts) are, as far as the PCD and PCD Nominee Corporation are concerned, the presumed beneficial owners of such lodged shares. PCD Nominee Corporation merely holds legal title (and not beneficial title) to the Parent Company's lodged shares to facilitate the book-entry trading and settlement of the Parent Company's shares. Except as disclosed above, no natural person or juridical entity whose shares are lodged in the name of PCD Nominee Corporation is known to the Parent Company to be directly or indirectly the record or beneficial owner of more than five percent (5%) of the Parent Company's voting securities.

(b) Security Ownership of Management as of June 30, 2025

The following table sets forth as of June 30, 2025 the beneficial ownership of each director and executive officer of the Parent Company:

Title of Class	Name of Beneficial Owner	Amount & Nature of Beneficial Ownership		Citizenship	Percent of Class
Common	Eusebio H. Tanco (Director and Chairman of the Board)	1, 652,685,444	Direct	Filipino	12.69%
		13,450,000	Indirect -		0.13%
		-----	thru PCD		-----
		1, 666,135,444	Total		16.82%
		=====			=====

Title of Class	Name of Beneficial Owner	Amount & Nature of Beneficial Ownership		Citizenship	Percent of Class
Common	Monico V. Jacob (Director, President and CEO)	1 33,784,056 ----- 33,784,057 =====	Direct Indirect - thru PCD Total	Filipino	0.00% 0.34% ----- 0.34% =====
Common	Maria. Vanessa Rose L. Tanco (Director)	1 30,588,000 ----- 30,588,001 =====	Direct Indirect - thru PCD Total	Filipino	0.00% 0.34% ----- 0.34% =====
Common	Yolanda M. Bautista (Treasurer & Chief Finance Officer)	1 5,000,000 ----- 5,000,001 =====	Direct Indirect - thru PCD Total	Filipino	0.00% 0.05% ----- 0.05% =====
Common	Arsenio C. Cabrera, Jr. (Corporate Secretary)	6,500,000	Indirect - thru PCD	Filipino	0.07%
Common	Joseph Augustin L. Tanco (Director and VP for Investor Relations)	1 3,949,000 ----- 3,949,001 =====	Direct Indirect - thru PCD Total	Filipino	0.00% 0.04% ----- 0.04% =====
Common	Paolo Martin Bautista (Director and Chief Investment Officer and Chief Risk Officer)	4,000,000	Indirect - thru PCD	Filipino	0.04%
Common	Martin K. Tanco (Director)	114,491,907	Indirect - thru PCD	Filipino	1.16%
Common	Jesli A. Lapus (Non-Executive Director)	6,000,000	Indirect - thru PCD	Filipino	0.06%
Common	Robert G. Vergara (Independent Director)	1,000	Direct	Filipino	0.00%
Common	Ma. Leonora V. De Jesus (Independent Director)	1,000	Direct	Filipino	0.00%
Common	Raymond Anthony N. Alimurung (Independent Director)	1,000	Direct	Filipino	0.00%
Common	Justice Antonio T. Carpio (Independent Director)	10,000	Direct	Filipino	0.00%
Common	Directors and Officers as a Group	1,858,961,410	Direct and Indirect	Filipino	18.77%

(c) Voting Trust Holders of 5% or More

As of June 30, 2025, no person holds at least 5% or more of a class under a voting trust or similar agreement.

(d) Changes in Control

There is no change of control in the Parent Company since April 1, 2014

Item 12. CERTAIN RELATIONSHIPS AND RELATED TRANSACTIONS

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. This includes: (a) enterprises or individuals owning, directly or indirectly through one or more intermediaries, control or are controlled by, or under common control with the Parent Company; (b) associates; and (c) enterprises or individuals owning, directly or indirectly, an interest in the voting power of the company that gives them significant influence over the company, key management personnel, including directors and officers of the Group and close members of the family of any such enterprise or individual.

The Parent Company has the following major transactions with related parties:

Advisory Agreement with STI ESG

The Parent Company entered into an agreement with STI ESG on the rendering of advisory services starting January 1, 2013.

Advisory Agreement with STI WNU

The Parent Company entered into an agreement with STI WNU on the rendering of advisory services starting January 1, 2015.

Service Level Agreement with Comm & Sense

On March 7, 2018, a Service Level Agreement between the Parent Company and Comm & Sense, Inc. owned by Mr. Joseph Augustin L. Tanco, Director and Vice President for Investor Relations of STI Holdings, was executed. Comm & Sense is in charge of the conceptualization and execution of press releases for the Parent Company's 17-A and 17-Q reports during each fiscal year. Comm & Sense shall provide strategic public relations consultation services, media networking and monitoring and editorial/creative services to the Parent Company.

AHC

The Parent Company became a stockholder owning 40% of AHC in November 2014 following the SEC approval of the increase in the authorized capital stock of AHC. In February 2015, STI Holdings acquired the remaining 60% ownership of AHC from various individuals making it a 100% owned subsidiary.

AHC is a holding company which is a party to the Joint Venture Agreement and Shareholders' Agreement (the "Agreements") among Philippine Women's University (PWU), Unlad Resources Development Corporation (Unlad) and the Benitez Group. Under the Agreements, AHC is set to own up to 20% of Unlad. AHC is also a party to the Omnibus Agreement it executed with STI Holdings and Unlad.

On March 1, 2016, AHC executed a Deed of Assignment wherein AHC assigned to STI Holdings its loan to Unlad, including capitalized foreclosure expenses, amounting to ₱66.7 million for a cash consideration of ₱73.8 million.

Advisory Agreement with iACADEMY

The Parent Company entered into an agreement with iACADEMY on the rendering of advisory services starting January 1, 2019.

To date, there are no complaints received by the Parent Company regarding related-party transactions.

For further details, refer to Note 31, Related Party Transactions, of the Audited Consolidated Financial Statements.

Transactions with Promoters

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

PART IV – CORPORATE GOVERNANCE

Item 13. CORPORATE GOVERNANCE

STI Holdings filed the latest version of its Manual on Corporate Governance with the Securities and Exchange Commission (SEC) on May 31, 2017 (the “Revised Manual”).

STI Holdings strives to fully comply with the best practices and principles of good corporate governance contained in the Revised Manual.

STI Holdings annually assesses its compliance with the SEC Code of Corporate Governance for Publicly Listed Companies and the Revised Manual through the Integrated Annual Corporate Governance Reports (the “iACGR Reports”) that are submitted to the SEC. Moreover, the Board of Directors of STI Holdings also completes annual Board performance self-assessments. The results of these Board performance self-assessments are submitted to the Compliance Officer who prepares and files the iACGR Reports.

On January 27, 2020, STI Holdings submitted to the SEC, a duly notarized Certification issued by the Compliance Officer, stating that it had substantially adopted all the provisions of the Revised Code of Corporate Governance, as prescribed by SEC Memorandum Circular No. 9, Series of 2014, as amended.

The 2024 Integrated Annual Corporate Governance Report of STI Holdings was submitted to the SEC and PSE on May 22, 2025 and posted on the Parent Company’s Official Website <http://www.stiholdings.com> on May 22, 2025.

There have been no deviations from the Revised Manual.

STI Holdings ensures that it has at least two (2) independent directors or such number of independent directors that constitutes twenty percent (20%) of the total number of directors on its Board of Directors, whichever is higher but in no case less than two (2) independent directors. There are four (4) incumbent independent directors on the Board of Directors of STI Holdings.

The Parent Company is exerting all efforts to further strengthen compliance to principles and practices of good corporate governance. Once in a year, it organizes an in-house corporate governance seminar for all the directors and key officers of STI Holdings and its subsidiaries and affiliate companies.

The Parent Company’s Board of Directors and Management, employees, and Stockholders, believe that corporate governance is a necessary component of what constitutes sound strategic business management and will therefore undertake every effort necessary to create awareness within the organization.

The purpose of the Parent Company is to maximize the organization's long-term success, creating sustainable value for its stockholders, stakeholders, and the nation.

Item 14. SUSTAINABILITY REPORT

The 2025 Sustainability Report is hereby attached in pursuance to SEC Memorandum Circular No. 4, Series of 2019.

PART V – EXHIBITS AND SCHEDULES

Item 15. EXHIBITS AND REPORTS ON SEC FORM 17 – C

- (a) Exhibits - See accompanying Index to the Supplementary Schedules
- (b) Reports on SEC Form 17 – C (from July 2024 – June 2025)

1. Item 9 Other Events filed with the SEC on 11 October 2024

The Annual Stockholders' Meeting of STI Education Systems Holdings, Inc. (the "Company"), scheduled on the third Friday of November of each year as provided in the Company's By-Laws, will be postponed due to (i) finalization of the Audited Financial Statements of the Company for the period ending 30 June 2024; and (ii) lack of material time to complete reports and updates on the Company's operations and prepare the documents required to be filed with the regulatory agencies for the holding of stockholders' meeting.

In its meeting held today, 11 October 2024, the Board of Directors approved the holding of the Annual Stockholders' Meeting of the Company on 18 December 2024 at 3:00 P.M. via remote communication through Microsoft Teams. Furthermore, the Corporation's stockholders of record as of 25 November 2024 shall be entitled to notice of and to vote at the Annual Stockholders' Meeting.

The Board of Directors of the Company likewise (i) approved the holding of the 2024 Annual Stockholders' Meeting of the Company through remote communication and voting in absentia and through proxy; and (ii) authorizes the stockholders to vote in the election of Directors and on other matters stated in the agenda through remote communication.

The last day to submit nominations for the Board of Directors of the Company is on 25 October 2024. The Corporate Governance Committee shall pre-screen the qualifications and prepare a Final List of all Candidates for directors. Only nominees whose names appear on the Final List of Candidates shall be eligible for election as directors.

2. Item 9 Other Events filed with the SEC on 25 October 2024

Please be advised that during the 25 October 2024 meeting of the STI Education Systems Holdings, Inc.'s (the "Company") Corporate Governance Committee, the following individuals were pre-screened and determined to possess the qualifications required and none of the disqualifications provided for by law, relevant rules and regulations and the Company's Manual on Corporate Governance to become members of the Company's Board of Directors:

- 1. Eusebio H. Tanco
- 2. Monico V. Jacob
- 3. Maria Vanessa Rose L. Tanco
- 4. Joseph Augustin L. Tanco

5. Martin K. Tanco
6. Paolo Martin O. Bautista
7. Jesli A. Lapus

Independent Directors:

8. Robert G. Vergara
9. Ma. Leonora Vasquez-De Jesus
10. Raymond Anthony N. Alimurung
11. Justice Antonio T. Carpio (Ret.)

3. Item 9 Other Events filed with the SEC on 30 October 2024

STI Holdings posts ₱1.6 billion in net income for FY 2024

MANILA – STI Education Systems Holdings, Inc. (STI Holdings), owner of the largest network of private schools in the Philippines, reported a net income of ₱1.6 billion for the fiscal year ended June 30, 2024, reflecting an 84% increase from the ₱873.8 million posted in the previous year.

In its disclosure to the Philippine Stock Exchange, STI Holdings said this growth was driven by significant improvements in student enrollment and efficient cost management across its schools.

For the School Year (SY) 2023-2024, enrollment reached 119,543 – up by 27% from 94,312 in SY 2022-2023. STI Holdings' schools also recorded a substantial 35% growth in new students, with 55,982 enrollees joining for the current school year, compared to 41,565 the previous year.

STI Education Services Group (STI ESG), which operates 63 campuses nationwide, registered a 27% increase in enrollment, with 103,982 students across its owned and franchised schools.

STI West Negros University (STI WNU) in Bacolod City, which has been granted Autonomous status by the Commission on Higher Education (CHED) on September 16, 2024, also performed well, reporting a 30% growth in enrollment, reaching 13,328 students for SY 2023-2024, compared to 10,218 in the previous school year. Meanwhile, iACADEMY, known for its focus on technology and design programs, maintained a solid presence with 2,233 enrollees for SY 2023-2024.

Enrollment in programs regulated by CHED grew by 25%, reaching more than 83,000 students, up from 66,000 in the previous year. Programs under the Department of Education (DepEd) also saw growth, with 34,709 students enrolled in primary and secondary levels, including Junior High School and Senior High School, a 31% increase from the previous year.

STI Holdings also said gross revenues increased by 38%, reaching ₱4.7 billion for the fiscal year, up from ₱3.4 billion in 2023. This growth was largely attributed to higher enrollment numbers, which resulted in a ₱1.2 billion rise in tuition and other school fees, totaling ₱4.3 billion in 2024.

STI Holdings continues to invest in infrastructure development across its campuses.

The Group recently completed the construction of the School of Basic Education building at STI WNU, alongside the construction of new buildings in STI Ortigas-Cainta and STI Lipa and classroom expansion and renovation projects at various STI ESG-owned schools. These projects are part of the Group's ongoing efforts to enhance the learning environment for students and faculty.

STI ESG also launched significant sustainability initiatives, including the installation of solar panels on several campuses. This investment reflects the Group's commitment to reducing its carbon footprint while managing operational costs more efficiently.

Additionally, STI ESG secured two key properties in Tanauan, Batangas, and South Park District in Alabang, Muntinlupa City, to house future academic centers. The establishment of new campuses is part of STI's long-term strategy to expand its presence in key cities across the Philippines, providing more students with access to high-quality education.

4. Item 9 Other Events filed with the SEC on 25 November 2024

STI Holdings Achieves 1,233% Net Income Growth in Q1 FY2024

MANILA – STI Education Systems Holdings, Inc. (STI Holdings), the largest network of private schools in the Philippines, reported a net income of ₱263.2 million for the three-month period ended September 30, 2024, marking an impressive 1,233% increase year-on-year.

The company attributed the surge to the significant growth in enrollments this academic year, alongside improvements in operational efficiency, effective cost management initiatives, and sustainability investments.

In its quarterly disclosure to the Philippine Stock Exchange filed Tuesday, STI Holdings also reported a substantial increase in gross profit, which rose from ₱377.7 million to ₱706.2 million for the three-month periods ended September 30, 2023, and 2024, respectively. This represents an improvement in gross profit margins from 58% to 68%.

Total revenues reached ₱1 billion for the three-month period ended September 30, 2024, which is ₱387.1 million or 60% higher than the ₱650.6 million generated during the same period last year. The revenue surge was largely driven by the 15% increase in total enrollment and an earlier start of classes for School Year (SY) 2024-2025..

STI Holdings' total asset value stood at ₱17.52 billion as of September 30, 2024, reflecting a 14% or ₱2.08 billion increase from the ₱15.44 billion recorded as of June 30, 2024. The growth was attributed to the rise in receivables arising from current enrollment and continued investments in property and equipment.

The company said the growth achieved during the quarter reflects its unwavering commitment to operational excellence and its mission to deliver quality education. It noted that its strong market position stems from the successful integration of strategic initiatives with sustainability efforts, which have contributed to improved cost efficiency across its campuses.

Total enrollment in STI Holdings' schools reached a record high of 138,060 students for SY 2024-2025. The significant growth in enrollment played a pivotal role in enhancing the company's financial performance. Programs regulated by the Commission on Higher Education (CHED) registered a roster of more than 100,000 students – a 20% increase

from the previous year. This jump highlighted the rising demand for higher education programs offered by STI Holdings.

To support the growing student population, STI Holdings has continued to invest in campus infrastructure. Recent developments include property acquisitions in Alabang and Tanauan in Batangas for the construction of future STI Academic Centers, ongoing renovations across existing campuses to expand classroom capacity, and the completion of a ₱243.2 million School of Basic Education building at STI West Negros University (STI WNU).

The company has also implemented measures to enhance operational efficiency and sustainability. Among these is the installation of solar panels across various campuses, reducing energy consumption and operational expenses while supporting environmental initiatives.

STI Holdings currently operates a comprehensive education network in the Philippines through its three subsidiaries – STI Education Services Group (STI ESG), STI West Negros University (STI WNU), and iACADEMY. These institutions collectively offer a wide range of programs, from pre-elementary education to postgraduate studies, catering to thousands of students nationwide.

STI ESG, with its 63 campuses nationwide, has a total capacity of 146,585 students. Originally focused on IT education, STI ESG has expanded its offerings to include Business, Hospitality, Tourism, Psychology, and Criminology degree programs. It also offers Junior and Senior High School programs, ensuring comprehensive educational pathways for students.

STI WNU, based in Bacolod City, provides programs ranging from pre-elementary to postgraduate levels and can accommodate up to 15,000 students. Its state-of-the-art facilities include the newly completed School of Basic Education building, designed to support its growing student population.

Meanwhile, iACADEMY, known for its innovation and strong industry partnerships, specializes in arts, computing, and design programs. Its newly established Cebu campus, launched in 2023, has extended its reach to students in the Visayas region.

5. Item 9 Other Events filed with the SEC on 18 December 2025

Please be advised that, in a meeting of the Board of Directors of STI Education Systems Holdings, Inc. (the “Company”) held today, 18 December 2024, the Board approved the declaration of cash dividends in the amount of Php0.045 per share or an aggregate amount of Four Hundred Forty Five Million Seven Hundred Sixteen Thousand Three Hundred Eleven Pesos and Fifty Eight Centavos (Php445,716,311.58) (the “Cash Dividends”) from the unrestricted retained earnings of the Company as of 30 June 2024 based on the Parent Company Audited Financial Statements as of 30 June 2024.

The Cash Dividends are payable to stockholders of record as of 9 January 2025 and shall be payable on 31 January 2025, upon compliance with all necessary regulations.

6. Items 4 and 9 Resignation, Removal or Election of Registrant's Directors or Officers Other Events filed with the SEC on 18 December 2024

Item 4. Resignation, Removal or Election of Registrant's Directors or Officers

a) Election of Directors

Please be advised that in the Annual Stockholders' Meeting of STI Education Systems Holdings, Inc. (the "Company") held on 18 December 2024, the stockholders elected the following Directors of the Company to serve as such for the ensuing year and until the election and qualification of their successors:

1. Eusebio H. Tanco
2. Monico V. Jacob
3. Maria Vanessa Rose L. Tanco
4. Joseph Augustin L. Tanco
5. Martin K. Tanco
6. Paolo Martin O. Bautista
7. Jesli A. Lapus

Independent Directors:

8. Robert G. Vergara
9. Ma. Leonora Vasquez-De Jesus
10. Raymond Anthony N. Alimurung
11. Justice Antonio T. Carpio (Ret.)

b) Election of Officers, Committee Heads and Members

In the Organizational Meeting of the Board of Directors immediately succeeding the stockholders' meeting, the following were elected officers of the Company to serve as such for the ensuing year and until the election and qualification of their successors:

Eusebio H. Tanco	: Chairman
Monico V. Jacob	: President & Chief Executive Officer
Yolanda M. Bautista	: Treasurer & Chief Financial Officer
Joseph Augustin Eusebio L. Tanco	: Vice President for Investor Relations
Paolo Martin O. Bautista	: Vice President/Chief Investment Officer/ Chief Risk Officer
Wilfred S. Racadio	: Chief Audit Executive
Robert G. Vergara	: Lead Independent Director
Cyril S. Cunanan	: Compliance Officer
Juan Luis Fausto B. Tubongbanua	: Data Protection Officer
Arsenio C. Cabrera, Jr.	: Corporate Secretary/ Corporate Information Officer
Anna Carmina S. Herrera	: Assistant Corporate Secretary

Executive Committee

Chairman	:	Eusebio H. Tanco
Members	:	Monico V. Jacob Yolanda M. Bautista Martin K. Tanco

Audit and Risk Committee

Chairman : Robert G. Vergara
Members : Ma. Leonora Vasquez-De Jesus
Raymond Anthony N. Alimurung
Jesli A. Lapus
Martin K. Tanco

Corporate Governance Committee

Chairman : Justice Antonio T. Carpio (Ret.)
Members : Ma. Leonora Vasquez-De Jesus
Raymond Anthony N. Alimurung

Related Party Transactions Committee

Chairman : Ma. Leonora Vasquez-De Jesus
Members : Robert G. Vergara
Raymond Anthony N. Alimurung
Justice Antonio T. Carpio (Ret.)
Jesli A. Lapus

Item 9. Other Events

a) Appointment of External Auditor

The stockholders appointed Sycip Gorres Velayo & Co. as the Corporation's external auditor for the fiscal year ending 30 June 2025.

7. Item 4. Resignation, Removal or Election of Registrant's Directors or Officers filed with the SEC on 3 April 2025

Please be advised that in a meeting of STI Education Systems Holdings, Inc. (the "Company") held today, 3 April 2025, the Board of Directors appointed Mr. Cyril S. Cunanan as the Company's Data Protection Officer, effective 3 April 2025.

8. Item 9 Other Events filed with the SEC on 12 February 2025

Please see STI Education Services Group, Inc. "Press Release" dated 12 February 2025.

New STI campus in Alabang breaks ground

STI Education Services Group, Inc. (STI ESG) celebrated the groundbreaking ceremony for the new STI Academic Center Alabang on February 11, 2025, signaling the start of construction for a state-of-the-art campus designed to meet the evolving needs of students in the 21st century.

Located in South Park District, the new campus will stand on a 3,266 square-meter property and is designed to accommodate up to 10,000 senior high school and college students. With an earmarked budget of approximately ₱950 million, the 8-storey building will feature top-of-the-line facilities and equipment to ensure a world-class learning environment.

“For years, we have been expanding and improving our facilities to keep up with the demands and challenges of the modern world. This new campus in Alabang reflects our commitment to creating a conducive learning environment that empowers students with relevant skills, knowledge, and character,” said STI President and COO Peter K. Fernandez.

The new STI Academic Center Alabang will be equipped with modern facilities, including air-conditioned classrooms with flat-screen TVs, student activity centers with internet connectivity, industry-grade laboratories, and recreational spaces such as a basketball court. The campus is set to be operational in 2026.

The campus will offer senior high school programs and bachelor’s degree programs in high-demand fields such as Information Technology, Business & Management, Hospitality Management, Tourism Management, and Senior High School.

STI has long been a pioneer in advancing education in the Philippines. Two years ahead of the full implementation of the K-12 program in 2016, STI became the largest provider of senior high school education in the country, offering Grades 11 and 12. The institution has also transitioned to an outcome-based education (OBE) curriculum, ensuring that students are equipped with the skills, knowledge, and qualities needed to succeed in a globalized world.

“As we continue to expand and enhance our campuses nationwide, we remain steadfast in our mission to build stronger foundations in education. From our facilities to our curriculum and services, we are committed to nurturing students who will become competent, responsible, and impactful members of society,” Fernandez added.

STI continues its expansion with the groundbreaking of STI Academic Center Alabang. It joins a growing network of STI Academic Centers nationwide, including campuses in Legazpi, Pasay-EDSA, Sta. Mesa, San Jose Del Monte, Lipa, Batangas, Las Piñas, Calamba, Cubao, Lucena, Caloocan, Ortigas-Cainta, Novaliches, Fairview, Naga, and Global City.

The new STI College Alabang campus is a testament to the institution’s dedication to innovation, academic excellence, and student welfare. It represents a bold step forward in providing accessible, high-quality education that prepares students for the challenges and opportunities of the future.

9. Item 9 Other Events filed with the SEC on 24 February 2025

STI Holdings Net Income rises 76% in 1H, Driven by Strong Enrollment Growth

MANILA – STI Education Systems Holdings, Inc. (STI Holdings), owner of the country’s largest network of private schools, reported a net income of ₱912.2 million for the six-month period ended December 2024 - a 76% rise from ₱517.8 million in the same period of 2023, driven by double-digit enrollment growth as well as increased operating leverage and cost management.

The company disclosed to the Philippine Stock Exchange that over 138,000 students enrolled across its subsidiaries–STI Education Services Group (STI ESG), STI West Negros University (STI WNU), and iACADEMY–for School Year (SY) 2024-2025, a 15% increase compared to nearly 120,000 in the previous school year.

STI ESG recorded a 17% increase in enrollment, reaching 121,374 students, up from 103,982 in SY 2023-2024, with higher enrollments recorded in both company-owned and franchised schools.

STI West Negros University (STI WNU) in Bacolod City, meanwhile, saw a 9% increase, reaching 14,503 students, compared to 13,328 in the previous school year.

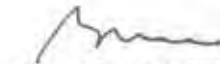
SIGNATURES

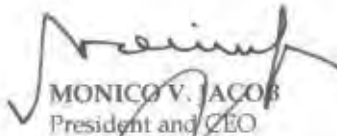
Pursuant to the requirements of Section 17 of the Securities Regulation Code and Section 141 of the Corporation Code, this report is signed on behalf of the registrant by the undersigned, thereunto duly authorized in the City of Makati on OCT 16 2025.

STI EDUCATION SYSTEMS HOLDINGS, INC.

By:


EUSEBIO H. TANCO
Chairman of the Board


YOLANDA M. BAUTISTA
Treasurer


MONICO V. JACOB
President and CEO


ARSENIO C. CABRERA, JR.
Corporate Secretary

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

SUBSCRIBED AND SWORN to before me this OCT 16 2025, affiants exhibiting to me their respective Passport or SSS Numbers, as follows:

<u>Names</u>	<u>CTC/Passport/SSS Numbers</u>	<u>Date and Place of Issuance</u>
Eusebio H. Tanco	Passport No. P0992946B	11 March 2019, DFA Manila, Philippines
Monico V. Jacob	Passport No. P6179864B	26 January 2021, DFA Manila, Philippines
Yolanda M. Bautista	SSS No. 03-2678038-9	
Arsenio C. Cabrera, Jr.	Passport No. P6534927B	23 March 2021, DFA NCR South, Philippines

Doc. No. 462
Page No. 94
Book No. II
Series of 2025




RONALD LUKE T. SARTHOU, JR.
Notary Public for Makati City
Appointment No. M-232
Until 31 December 2026
5/F 8GV II Building,
5758 Ayala Avenue, Makati City
Roll of Attorneys No. 63690
PTR No. 10466058 / Makati / 02 January 2025
IBP No. 488264 / Pangasinan / 27 December 202
MCLE Compliance No. VIII-0032820 /
Pasig City / 08 May 202*



**STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL STATEMENTS**

The management of **STI Education Systems Holdings, Inc. and subsidiaries (the Group)** is responsible for the preparation and fair presentation of the consolidated financial statements, including the schedules attached therein, as at June 30, 2025 and 2024 and for the years ended June 30, 2025, 2024, and 2023, in accordance with Philippine Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

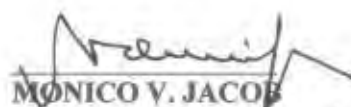
In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the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

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

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

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


EUSEBIO H. TANCO
Chairman of the Board


MONICO V. JACOB
President and Chief Executive Officer


YOLANDA M. BAUTISTA
Treasurer and Chief Financial Officer

Signed this 13th day of October 2025

REPUBLIC OF THE PHILIPPINES
(CITY OF MAKATI CITY) S.S.

OCT 13 2025

MAKATI CITY

SUBSCRIBED AND SWORN to me this _____ day of _____, 2025 at _____ City. Affiants exhibited to me their respective Passport/SSS Numbers as follows:

Name	Number
Eusebio H. Tanco	Passport No. PO992946B
Monico V. Jacob	Passport No. P6179864B
Yolanda M. Bautista	SSS No. 03-2678038-9

Doc. No. 300
Page No. 61
Book No. V
Series of 2025




MIGUEL ANTONIO U. TENSUAN
Notary Public for Makati City
Appointed by the Department of Justice
Until 31 December 2025
5/F SGV II Building,
6758 Ayala Avenue, Makati City
Roll of Attorneys No. 87628
PTR No. 10466066 / Makati / 02 January 2025
IBP No. 470792 / Makati / 08 October 2024
MCLC Compliance No. VIII-0013765/

C O V E R S H E E T
for
AUDITED FINANCIAL STATEMENTS

SEC Registration Number

0	0	0	0	0	0	0	0	1	7	4	6

COMPANY NAME

S	T	I	E	D	U	C	A	T	I	O	N	S	Y	S	T	E	M	S	H	O	L	D	I	N	G	S	
I	N	C	.	A	N	D	S	U	B	S	I	D	I	A	R	I	E	S									

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

7	t	h	F	l	o	o	r	,	S	T	I	H	o	l	d	i	n	g	s	C	e	n	t	e	r	
,	6	7	6	4	A	y	a	l	a	A	v	e	n	u	e	,	M	a	k	a	t	i	C	i		
t	y	1	2	2	6																					

Form Type

1	7	-	A

Department requiring the report

C	R	M	D

Secondary License Type, If Applicable

N	A

C O M P A N Y I N F O R M A T I O N

Company's Email Address

info@stiholdings.com.ph

Company's Telephone Number

(632) 8844 9553

Mobile Number

N/A

No. of Stockholders

1,258

Annual Meeting (Month / Day)

Third Friday of November

Fiscal Year (Month / Day)

June 30

C O N T A C T P E R S O N I N F O R M A T I O N

The designated contact person MUST be an Officer of the Corporation

Name of Contact Person

Arsenio C. Cabrera, Jr.

Email Address

accabrera@htc-law.com.ph

Telephone Number/s

(632) 8813-7111

Mobile Number

-

C O N T A C T P E R S O N ' s A D D R E S S

5/F SGV-II BUILDING, 6758 AYALA AVENUE, MAKATI CITY

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

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



INDEPENDENT AUDITOR'S REPORT

The Stockholders and the Board of Directors
STI Education Systems Holdings, Inc.
7th Floor, STI Holdings Center
6764 Ayala Avenue
Makati City

Opinion

We have audited the consolidated financial statements of STI Education Systems Holdings, Inc. and its subsidiaries (the Group), which comprise the consolidated statements of financial position as at June 30, 2025 and 2024, and the consolidated statements of comprehensive income, consolidated statements of changes in equity and consolidated statements of cash flows for each of the three years in the period ended June 30, 2025 and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at June 30, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for each of the three years in the period ended June 30, 2025, in accordance with Philippine Financial Reporting Standards (PFRS) Accounting Standards.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the consolidated financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying consolidated financial statements.



Adequacy of Allowance for Expected Credit Losses on Receivables

The Group's application of the expected credit loss (ECL) model in calculating the allowance for doubtful accounts is significant to our audit as it involves the exercise of significant management judgment. Key areas of judgment include: segmenting the Group's credit risk exposures, defining default, determining assumptions to be used in the ECL model such as timing and amounts of expected net recoveries from defaulted accounts and incorporating forward-looking information (called overlays) in calculating ECL. The Group's allowance for ECL and provision for ECL on receivables as of and for the year ended June 30, 2025 amounted to ₱185.4 million and ₱59.9 million, respectively.

The disclosures on allowance for expected credit losses are included in Notes 4 and 6 to the consolidated financial statements.

Audit response

We obtained an understanding of the methodologies and models used for the Group's different credit exposures and assessed whether these considered the requirements of PFRS 9, *Financial Instruments*, to reflect an unbiased and probability-weighted outcome, the time value of money, and the best available forward-looking information.

We (a) assessed the Group's segmentation of its credit risk exposures based on homogeneity of credit risk characteristics; (b) tested the definition of default against historical analysis of accounts and credit risk management policies and practices in place; (c) tested historical loss rates by inspecting historical recoveries and write-offs; (d) checked the classification of outstanding exposures to their corresponding aging buckets; and (e) evaluated the forward-looking information used for overlay through statistical test and corroboration using publicly available information and our understanding of the Group's receivable portfolios.

Further, we checked the data used in the ECL models, such as the historical aging analysis and default and recovery data, by reconciling data from source system reports to the loss allowance analysis/models and financial reporting systems. To the extent that the loss allowance analysis is based on credit exposures that have been disaggregated into subsets with similar risk characteristics, we traced or re-performed the disaggregation from source systems to the loss allowance analysis.

We recalculated impairment provisions on a sample basis. We reviewed the disclosures made in the consolidated financial statements based on the requirements of PFRS 9.

Recoverability of Goodwill

Under PFRS, the Group is required to annually test the amount of goodwill for impairment. As at June 30, 2025, the Group's goodwill attributable to each of the Group's cash-generating units (CGUs) that are expected to benefit from the business combination (i.e., each school operation) amounted to ₱252.3 million, which is considered significant to the consolidated financial statements. In addition, management's assessment process requires significant judgments and is based on assumptions, specifically forecasted revenue growth, long-term growth rate and discount rate.

The Group's disclosures about goodwill are included in Notes 4 and 16 to the consolidated financial statements.



Audit response

We involved our internal specialist in evaluating the methodology and assumptions used. These assumptions include forecasted revenue growth, long-term growth rate and discount rate. We compared the key assumptions used, such as forecasted revenue growth and long-term growth rate against the historical performance of the CGUs and other relevant external data. We tested the parameters used in the determination of the discount rate against market data. We also reviewed the Group's disclosures about those assumptions to which the outcome of the impairment test is most sensitive, specifically those that have the most significant effect on the determination of the recoverable amount of the goodwill.

Other Information

Management is responsible for the other information. The other information comprises the SEC Form 17-A for the year ended June 30, 2025 but does not include the consolidated financial statements and our auditor's report thereon, which we obtained prior to the date of this auditor's report, and the SEC Form 20-IS (Definitive Information Statement) and Annual Report for the year ended June 30, 2025, which are expected to be made available to us after that date.

Our opinion on the consolidated financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audits of the consolidated financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audits, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with PFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Group's financial reporting process.



Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with PSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

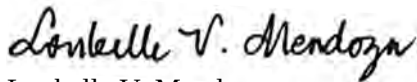


We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is
Loubelle V. Mendoza.

SYCIP GORRES VELAYO & CO.



Loubelle V. Mendoza

Partner

CPA Certificate No. 115161

Tax Identification No. 301-422-247

BOA/PRC Reg. No. 0001, April 16, 2024, valid until August 23, 2026

BIR Accreditation No. 08-001998-145-2024, July 18, 2024, valid until July 17, 2027

PTR No. 10465344, January 2, 2025, Makati City

October 13, 2025



STI EDUCATION SYSTEMS HOLDINGS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	June 30	
	2025	2024
ASSETS		
Current Assets		
Cash and cash equivalents (Note 5)	₱2,732,620,639	₱1,855,500,909
Receivables (Note 6)	538,014,530	466,906,156
Inventories (Note 7)	169,265,266	157,140,374
Prepaid expenses and other current assets (Note 8)	148,265,064	150,603,906
Equity instruments at fair value through profit or loss (FVPL) (Note 9)	11,501,000	8,137,500
	3,599,666,499	2,638,288,845
Noncurrent asset held for sale (Notes 10 and 12)	–	1,020,728,064
Total Current Assets	3,599,666,499	3,659,016,909
Noncurrent Assets		
Property and equipment (Notes 11 and 29)	10,453,454,936	9,926,170,807
Investment properties (Note 12)	2,024,612,385	1,187,012,953
Investments in and advances to associates and joint venture (Notes 13 and 14)	24,718,223	21,108,679
Equity instruments at fair value through other comprehensive income (FVOCI) (Note 15)	73,649,156	76,670,624
Deferred tax assets - net (Note 30)	51,456,164	43,029,099
Goodwill, intangible and other noncurrent assets (Note 16)	786,701,221	528,812,775
Total Noncurrent Assets	13,414,592,085	11,782,804,937
TOTAL ASSETS	₱17,014,258,584	₱15,441,821,846
LIABILITIES AND EQUITY		
Current Liabilities		
Accounts payable and other current liabilities (Note 17)	₱996,072,327	₱950,593,453
Current portion of interest-bearing loans and borrowings (Note 18)	580,267,162	536,274,021
Unearned tuition and other school fees (Note 22)	242,773,837	171,447,943
Current portion of lease liabilities (Note 29)	91,386,106	86,894,606
Income tax payable	43,674,659	25,297,811
Total Current Liabilities	1,954,174,091	1,770,507,834
Noncurrent Liabilities		
Interest-bearing loans and borrowings - net of current portion (Note 18)	1,146,065,668	1,549,840,391
Bonds payable (Note 19)	816,706,013	814,967,275
Lease liabilities - net of current portion (Note 29)	369,663,874	403,178,658
Pension liabilities - net (Note 28)	100,097,662	129,780,991
Deferred tax liabilities - net (Note 30)	112,048,993	110,477,037
Other noncurrent liabilities (Note 20)	30,330,757	90,693,651
Total Noncurrent Liabilities	2,574,912,967	3,098,938,003
Total Liabilities (<i>Carried Forward</i>)	4,529,087,058	4,869,445,837



	June 30	
	2025	2024
Total Liabilities (<i>Brought Forward</i>)	₱4,529,087,058	₱4,869,445,837
Equity Attributable to Equity Holders of the Parent Company (Note 21)		
Capital stock	4,952,403,462	4,952,403,462
Additional paid-in capital	1,139,438,468	1,119,127,301
Cost of shares held by a subsidiary	(430,454,088)	(498,142,921)
Cumulative actuarial gain (Note 28)	78,504,031	44,378,717
Unrealized fair value adjustment on equity instruments at FVOCI (Note 15)	17,367,840	20,349,810
Other equity reserve	(1,686,369,660)	(1,686,369,660)
Share in associates' other comprehensive income (Note 13)	321,455	321,455
Retained earnings	8,295,847,265	6,529,002,580
Total Equity Attributable to Equity Holders of the Parent Company	12,367,058,773	10,481,070,744
Equity Attributable to Non-controlling Interests (Note 21)	118,112,753	91,305,265
Total Equity	12,485,171,526	10,572,376,009
TOTAL LIABILITIES AND EQUITY	₱17,014,258,584	₱15,441,821,846

See accompanying Notes to Consolidated Financial Statements.



STI EDUCATION SYSTEMS HOLDINGS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Years Ended June 30		
	2025	2024	2023
REVENUES (Note 22)			
Sale of services:			
Tuition and other school fees	₱5,093,513,784	₱4,302,280,455	₱3,073,613,413
Educational services	228,996,954	175,161,712	149,075,492
Royalty fees	21,297,396	17,314,956	14,736,299
Others	96,553,155	72,480,280	53,066,737
Sale of educational materials and supplies	119,100,518	133,086,265	114,976,012
	5,559,461,807	4,700,323,668	3,405,467,953
COSTS AND EXPENSES			
Cost of educational services (Note 24)	1,436,121,252	1,318,252,381	1,040,010,599
Cost of educational materials and supplies sold (Note 25)	92,855,594	102,702,452	90,603,824
General and administrative expenses (Note 26)	1,666,841,359	1,498,548,715	1,330,808,026
	3,195,818,205	2,919,503,548	2,461,422,449
INCOME BEFORE OTHER INCOME (EXPENSES) AND INCOME TAX	2,363,643,602	1,780,820,120	944,045,504
OTHER INCOME (EXPENSES)			
Interest expense (Notes 18, 19, 23 and 29)	(247,432,256)	(293,301,395)	(311,019,124)
Rental income (Notes 12, 29 and 31)	215,828,795	197,888,955	178,082,749
Interest income (Notes 5, 6 and 23)	57,394,348	57,677,714	22,595,338
Gain on:			
Termination of lease (Note 29)	53,291,007	—	—
Early extinguishment of loan (Note 18)	—	3,076,465	—
Recovery of accounts written off (Note 6)	9,790,490	6,526,844	11,326,257
Loss on remeasurement of noncurrent asset held for sale (Note 10)	(7,703,800)	—	—
Foreign exchange gain (loss) – net	(5,777,233)	17,257,709	2,455,311
Dividend income (Notes 9, 13 and 15)	4,295,391	2,890,090	2,495,044
Equity in net earnings of associates and joint venture (Note 13)	3,609,544	2,009,402	2,258,739
Fair value gain (loss) on equity instruments at FVPL (Note 9)	3,363,500	(852,500)	(620,000)
Other income (expenses) - net	1,007,937	(574,027)	6,490,801
	87,667,723	(7,400,743)	(85,934,885)
INCOME BEFORE INCOME TAX	2,451,311,325	1,773,419,377	858,110,619
PROVISION FOR (BENEFIT FROM) INCOME TAX (Note 30)			
Current	246,405,979	160,530,048	10,017,458
Deferred	(10,690,517)	4,538,331	(25,741,122)
	235,715,462	165,068,379	(15,723,664)
NET INCOME (Carried Forward)	2,215,595,863	1,608,350,998	873,834,283



	Years Ended June 30		
	2025	2024	2023
NET INCOME <i>(Brought Forward)</i>	₱2,215,595,863	₱1,608,350,998	₱873,834,283
OTHER COMPREHENSIVE INCOME (LOSS)			
Items not to be reclassified to profit or loss in subsequent years:			
Remeasurement gain (loss) on pension liabilities (Note 28)	38,476,481	43,734,635	(18,793,451)
Income tax effect	(3,835,407)	(4,346,024)	1,885,573
Fair value change in equity instruments at FVOCI (Note 15)	(3,021,468)	5,315,161	1,872,852
OTHER COMPREHENSIVE INCOME (LOSS), NET OF TAX	31,619,606	44,703,772	(15,035,026)
TOTAL COMPREHENSIVE INCOME	₱2,247,215,469	₱1,653,054,770	₱858,799,257
Net Income Attributable To			
Equity holders of the Parent Company	₱2,191,076,517	₱1,591,191,183	₱870,268,404
Non-controlling interests	24,519,346	17,159,815	3,565,879
	₱2,215,595,863	₱1,608,350,998	₱873,834,283
Total Comprehensive Income Attributable To			
Equity holders of the Parent Company	₱2,222,219,861	₱1,635,333,005	₱855,341,131
Non-controlling interests	24,995,608	17,721,765	3,458,126
	₱2,247,215,469	₱1,653,054,770	₱858,799,257
Basic/Diluted Earnings Per Share on Net Income Attributable to Equity Holders of the Parent Company (Note 32)	₱0.22	₱0.16	₱0.09

See accompanying Notes to Consolidated Financial Statements.



STI EDUCATION SYSTEMS HOLDINGS, INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

FOR THE YEARS ENDED JUNE 30, 2025, 2024 AND 2023

	Equity Attributable to Equity Holders of the Parent Company (Note 21)										
				Unrealized Fair Value Adjustment on Equity Instruments at FVOCI (Note 15)	Share in Associates' Other Comprehensive Income (Note 13)	Retained Earnings	Total	Equity Attributable to Non-controlling Interests (Note 21)	Total Equity		
	Capital Stock	Additional Paid-in Capital	Cost of Shares Held by a Subsidiary	Cumulative Actuarial Gain (Note 28)	Other Equity Reserve	Comprehensive Income					
Balance at July 1, 2024	P4,952,403,462	P1,119,127,301	(P498,142,921)	P44,378,717	P20,349,810	(P1,686,369,660)	P321,455	P6,529,002,580	P10,481,070,744	P91,305,265	P10,572,376,009
Net income	-	-	-	34,125,314	(2,981,970)	-	-	2,191,076,517	2,191,076,517	24,519,346	2,215,595,863
Other comprehensive income	-	-	-	34,125,314	(2,981,970)	-	-	31,143,344	476,262	31,619,606	31,619,606
Total comprehensive income	-	-	-	34,125,314	(2,981,970)	-	-	2,191,076,517	2,222,219,861	24,995,608	2,247,215,469
Dividend declaration	-	-	-	-	-	-	-	(424,231,832)	(424,231,832)	-	(424,231,832)
Partial disposal of the Parent Company's shares held by a subsidiary (Note 21)	-	20,311,167	67,688,833	-	-	-	-	-	88,000,000	-	88,000,000
Share of non-controlling interest on dividends declared by a subsidiary (Note 21)	-	-	-	-	-	-	-	-	-	(6,188,120)	(6,188,120)
Deposit for future stock subscription from non-controlling interest holder (Notes 20 and 21)	-	-	-	-	-	-	-	-	-	-	-
Balance at June 30, 2025	P4,952,403,462	P1,139,438,468	(P430,454,089)	P78,504,031	P17,367,840	(P1,686,369,660)	P321,455	P8,295,847,265	P12,367,058,773	8,000,000	8,000,000
Balance at July 1, 2023	P4,952,403,462	P1,119,127,301	(P498,142,921)	P5,481,945	P15,104,760	(P1,686,369,660)	P321,455	P5,219,942,618	P9,127,868,960	P81,941,539	P9,209,810,499
Net income	-	-	-	-	-	-	-	1,591,191,183	1,591,191,183	17,159,815	1,608,350,998
Other comprehensive income	-	-	-	38,896,772	5,245,050	-	-	-	44,141,822	561,950	44,703,772
Total comprehensive income	-	-	-	38,896,772	5,245,050	-	-	1,591,191,183	1,635,333,005	17,721,765	1,653,054,770
Dividend declaration	-	-	-	-	-	-	-	(282,131,221)	(282,131,221)	-	(282,131,221)
Share of non-controlling interest on dividends declared by a subsidiary (Note 21)	-	-	-	-	-	-	-	-	-	(8,358,039)	(8,358,039)
Balance at June 30, 2024	P4,952,403,462	P1,119,127,301	(P498,142,921)	P44,378,717	P20,349,810	(P1,686,369,660)	P321,455	P6,529,002,580	P10,481,070,744	P91,305,265	P10,572,376,009
Balance at July 1, 2022	P4,952,403,462	P1,119,127,301	(P498,142,921)	P27,664,542	P13,255,113	(P1,686,369,660)	P321,455	P4,485,334,148	P8,413,593,440	P81,371,202	P8,494,964,642
Net income	-	-	-	-	-	-	-	870,268,404	870,268,404	3,565,879	873,834,283
Other comprehensive income	-	-	-	(16,776,920)	1,849,647	-	-	(14,927,273)	(14,927,273)	(107,753)	(15,035,026)
Total comprehensive income	-	-	-	(16,776,920)	1,849,647	-	-	870,268,404	855,341,131	3,458,126	858,799,257
Dividend declaration	-	-	-	-	-	-	-	(141,065,611)	(141,065,611)	-	(141,065,611)
Transfer of remeasurement gain on pension liabilities to retained earnings	-	-	-	(5,405,677)	-	-	-	5,405,677	-	-	-
Share of non-controlling interest on dividends declared by a subsidiary (Note 21)	-	-	-	-	-	-	-	-	-	(2,887,789)	(2,887,789)
Balance at June 30, 2023	P4,952,403,462	P1,119,127,301	(P498,142,921)	P5,481,945	P15,104,760	(P1,686,369,660)	P321,455	P5,219,942,618	P9,127,868,960	P81,941,539	P9,209,810,499

See accompanying Notes to Consolidated Financial Statements.



STI EDUCATION SYSTEMS HOLDINGS, INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Years Ended June 30		
	2025	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before income tax	₱2,451,311,325	₱1,773,419,377	₱858,110,619
Adjustments to reconcile income before income tax to net cash flows:			
Depreciation and amortization (Notes 11, 12, 16, 24 and 26)	680,788,886	625,124,560	613,400,100
Interest expense (Notes 18, 19, 23 and 29)	247,432,256	293,301,395	311,019,124
Interest income (Notes 5, 6 and 23)	(57,394,348)	(57,677,714)	(22,595,338)
Net change in net pension liabilities (Note 28)	8,793,152	33,716,304	12,350,444
Dividend income (Notes 9, 13 and 15)	(4,295,391)	(2,890,090)	(2,495,044)
Unrealized foreign exchange loss (gain) - net	97,392	(7,993,470)	(2,338,828)
Equity in net earnings of associates and joint venture (Note 13)	(3,609,544)	(2,009,402)	(2,258,739)
Fair value loss (gain) on equity instruments at FVPL (Note 9)	(3,363,500)	852,500	620,000
Gain on:			
Termination of lease (Note 29)	(53,291,007)	—	—
Early extinguishment of loan (Note 18)	—	(3,076,465)	—
Sale of property and equipment	—	(485,335)	(826,707)
Loss on remeasurement of noncurrent asset held for sale (Note 10)	7,703,800	—	—
Provision for impairment of:			
Goodwill (Notes 16 and 26)	—	14,268,891	—
Investments in and advances to associates and joint venture (Notes 13 and 26)	—	1,650,340	—
Operating income before working capital changes	3,274,173,021	2,668,200,891	1,764,985,631
Decrease (increase) in:			
Receivables	25,089,593	(41,220,119)	33,687,911
Inventories	(12,124,892)	(27,642,073)	29,647,945
Prepaid expenses and other current assets	(17,198,073)	(37,353,753)	(87,582,686)
Increase (decrease) in:			
Accounts payable and other current liabilities	(92,057,631)	122,795,331	(8,434,772)
Unearned tuition and other school fees	(20,566,462)	81,844,568	44,988,021
Other noncurrent liabilities	(2,301,241)	(21,390,354)	88,727,969
Net cash generated from operations	3,155,014,315	2,745,234,491	1,866,020,019
Income tax paid	(208,492,216)	(76,745,411)	(3,101,596)
Interest received	53,942,046	56,033,045	22,402,910
Net cash provided by operating activities	3,000,464,145	2,724,522,125	1,885,321,333
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisitions of:			
Property and equipment (Notes 11 and 37)	(775,727,708)	(931,528,841)	(332,240,724)
Investment properties (Notes 12 and 37)	(4,510,732)	(742,694)	(147,999,761)
Subsidiary, net of cash received (Note 39)	—	27,652	9,232,049
Acquisition of/payments for intangible and other noncurrent assets (Notes 16 and 37)	(306,179,699)	(108,399,492)	(49,262,888)
Proceeds from:			
Sale of property and equipment	—	508,916	826,964
Sale of noncurrent asset held for sale (Note 10)	—	—	19,000,000
Dividends received (Notes 9, 13 and 15)	4,295,391	2,890,090	2,495,944
Net cash used in investing activities	(1,082,122,748)	(1,037,244,369)	(497,948,416)

(Forward)



	Years Ended June 30		
	2025	2024	2023
CASH FLOWS FROM FINANCING ACTIVITIES			
Net proceeds from availment of long-term loans (Note 18)	₱198,500,000	₱1,488,750,000	₱–
Proceeds from partial disposal of the Parent Company's shares held by a subsidiary (Note 21)	88,000,000	–	–
Payments of:			
Long-term loans (Note 18)	(562,222,222)	(473,050,208)	(459,544,756)
Dividends (Note 21)	(428,326,765)	(287,597,966)	(142,953,699)
Interests	(215,551,280)	(224,187,598)	(263,727,425)
Lease liabilities (Note 29)	(121,524,008)	(122,452,098)	(133,436,395)
Bonds (Note 19)	–	(2,180,000,000)	–
Net cash used in financing activities	(1,041,124,275)	(1,798,537,870)	(999,662,275)
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	(97,392)	7,993,470	2,338,828
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	877,119,730	(103,266,644)	390,049,470
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	1,855,500,909	1,958,767,553	1,568,718,083
CASH AND CASH EQUIVALENTS AT END OF YEAR (Note 5)	₱2,732,620,639	₱1,855,500,909	₱1,958,767,553

See accompanying Notes to Consolidated Financial Statements.



STI EDUCATION SYSTEMS HOLDINGS, INC. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate Information

a. General

STI Education Systems Holdings, Inc. (STI Holdings or the Parent Company) and its subsidiaries (hereafter collectively referred to as the “Group”) are all incorporated in the Philippines and registered with the Philippine Securities and Exchange Commission (SEC). STI Holdings was originally established in 1928 as the Philippine branch office of Theo H. Davies & Co., a Hawaiian corporation. It was reincorporated as a Philippine corporation and registered with the SEC on June 28, 1946. STI Holdings’ shares were listed on the Philippine Stock Exchange (PSE) on October 12, 1976. The primary purpose of the Parent Company is to invest in, purchase or otherwise acquire and own, hold, use, sell, assign, transfer, lease, mortgage, pledge, exchange, or otherwise dispose of real properties as well as personal and movable property of any kind and description, including shares of stock, bonds, debentures, notes, evidence of indebtedness and other securities or obligations of any corporation or corporations, association or associations, domestic or foreign and to possess and exercise in respect thereof all the rights, powers and privileges of ownership, including all voting powers of any stock so owned, but not to act as dealer in securities, and to invest in and manage any company or institution. STI Holdings aims to focus on education and education-related activities and investments.

STI Holdings’ registered office address, which is also its principal place of business, is 7th Floor, STI Holdings Center, 6764 Ayala Avenue, Makati City 1226.

b. STI Education Services Group, Inc. and Subsidiaries (collectively referred to as “STI ESG”)

In September 2012, STI ESG became a subsidiary of the Parent Company through a share-for-share swap agreement with the shareholders of STI ESG. STI Holdings’ ownership of STI ESG is at 98.7% as at June 30, 2025 and 2024.

STI ESG is involved in establishing, maintaining, and operating educational institutions to provide pre-elementary, elementary, secondary, including Senior High School (SHS), and tertiary as well as post-graduate courses, post-secondary and lower tertiary non-degree programs. The Group also develops, adopts and/or acquires, entirely or in part, such curricula or academic services as may be necessary in the pursuance of its main activities, relating but not limited to information technology services, information technology-enabled services, education, hotel and restaurant management, engineering, business studies, psychology and criminology.

STI ESG has investments in several entities which own and operate STI schools. STI schools may be operated either by: (a) STI ESG; (b) its subsidiaries; or (c) independent entrepreneurs (referred to as the “franchisees”) under the terms of licensing agreements with STI ESG.

Other features of the licensing agreements are as follows:

- Exclusive right to use proprietary marks and information including but not limited to courseware programs, operational manuals, methods, standards, systems, that are used exclusively in the STI network of schools;
- Continuing programs for faculty and personnel development, including evaluation and audit of pertinent staff;
- Development and adoption of the enrollment and registration system;



- Assistance on matters pertaining to financial and accounting procedures, faculty recruitment and selection, marketing and promotion, record keeping and others.

Merger with Several Majority and Wholly-owned Subsidiaries

On December 9, 2010, STI ESG's stockholders approved the following mergers:

- Phase 1: The merger of three (3) majority owned schools and fourteen (14) wholly-owned schools with STI ESG, with STI ESG as the surviving entity. The Phase 1 merger was approved by the Commission on Higher Education (CHED) and the SEC on March 15, 2011 and May 6, 2011, respectively.
- Phase 2: The merger of one (1) majority owned school and eight (8) wholly-owned pre-operating schools with STI ESG, with STI ESG as the surviving entity. The Phase 2 merger was approved by CHED and the SEC on July 18, 2011 and August 31, 2011, respectively.
- Phase 3: On August 30, 2017, the SEC approved the application for merger of STI College Taft, Inc. (STI Taft) and STI College Dagupan, Inc. (STI Dagupan) with STI ESG as the surviving entity.

On September 25, 2013, STI ESG's BOD approved an amendment to the Phase 1 and 2 mergers whereby STI ESG would issue shares, at par value, to the stockholders of the non-controlling interests. In 2014, STI ESG issued 1.9 million additional shares at par value to the stockholders of one of the merged schools. As at October 13, 2025, the amendment is still pending approval by the SEC.

STI ESG also requested for confirmatory ruling on the tax-free mergers covered by Phase 1 and Phase 3 from the Bureau of Internal Revenue (BIR). As a response to the request made for the Phases 1 and 3 mergers, the BIR informed STI ESG through letters dated November 25, 2022 and September 28, 2022, respectively, that Section 40 C.2 of the Tax Code, as amended by Republic Act (RA) No. 11534 or the Corporate Recovery and Tax Incentives for Enterprises (CREATE) Act, now mandates that for purposes of availing the tax exemption, prior BIR confirmatory ruling is no longer required. In this regard, STI ESG applied for the issuance of the Certificates Authorizing Registration (CAR) for the tax-free transfers of real estate in exchange for shares pursuant to the provisions of Section 40. C.2 of the Tax Code. As of October 13, 2025, STI ESG has not received the CARs from the BIR.

On August 5, 2022, CHED approved the transfer of school operations of STI College Quezon Avenue, Inc. (STI Quezon Avenue) to Tanay, Rizal subject to compliance with certain requirements. In September 2022, CHED granted STI Quezon Avenue government recognitions to offer Bachelor of Science (BS) in Business Administration, BS in Tourism Management and BS in Hospitality Management. The government recognition to offer BS in Information Technology was issued in October 2022. The government recognitions received in 2022 replaced the government recognitions issued by CHED in 2009 due to the transfer of location of STI Quezon Avenue from Quezon City to Tanay, Rizal. STI Quezon Avenue has resumed operations on its new site in Tanay, Rizal beginning SY2022-2023.

In separate meetings held on November 29, 2022, the BOD and stockholders of STI Quezon Avenue approved the amendments in its Articles of Incorporation (AOI) and By-Laws as follows: (1) change of corporate name from "STI College Quezon Avenue, Inc." to "STI Colleges of Rizal, Inc.", (2) have perpetual existence, (3) change of fiscal year beginning July 1 of each year and ending on June 30 of the following year, among others. On November 12, 2024, the SEC approved the change of corporate name from "STI College Quezon Avenue, Inc." to "STI Colleges of Rizal, Inc. (STI Tanay)," along with the other aforementioned amendments in its AOI and By-Laws. On September 10, 2025, the BIR approved the change in its fiscal year.



On March 16, 2023, STI ESG and the majority owners of STI College Alabang, Inc. (STI Alabang) entered into a deed of absolute sale whereby STI ESG acquired 60.0% of the issued and outstanding capital stock of STI Alabang from the former franchisee for ₱1.00. Prior to this, STI ESG owned 40.0% of STI Alabang's issued and outstanding capital stock. With the acquisition of the 60.0% ownership, STI Alabang became a wholly-owned subsidiary of STI ESG (see Note 39).

As at June 30, 2025, STI ESG's network of operating schools totals 63 schools with 37 owned schools and 26 franchised schools comprising 60 colleges and 3 education centers.

c. STI West Negros University, Inc. (STI WNU)

In October 2013, the Parent Company acquired majority ownership interest in STI WNU. The consideration for the acquisition of STI WNU includes contingent consideration amounting to ₱151.5 million. As at June 30, 2025 and 2024, liability for contingent consideration recognized as "Nontrade payable" amounted to ₱17.0 million (see Notes 17 and 34). As at June 30, 2025 and 2024, the Parent Company owns 99.9% of STI WNU.

STI WNU owns and operates STI West Negros University in Bacolod City. It offers primary, JHS and SHS, tertiary and post-graduate programs. It also provides technical-vocational education training services under TESDA and/or operates a Training Center as well as an Assessment Center in relation to the said services.

On September 16, 2024, CHED granted STI WNU its Autonomous status by virtue of CHED Memorandum Order No. 7 Series of 2024. Autonomous schools have the freedom to open new programs without securing prior approval from CHED, priority in the grant of subsidies, and other financial incentives from CHED, and exemption from regular CHED monitoring and evaluation and issuance of Special Order for their graduates, among other benefits.

d. iACADEMY, Inc. (iACADEMY) (Formerly: Information and Communications Technology Academy, Inc.)

iACADEMY is a premier school offering specialized programs in SHS and college that are centered on Computing, Business and Design. It is known for its strong industry partnerships and non-traditional programs such as Software Engineering, Game Development, Web Development, Real Estate Management, Animation, Multimedia Arts and Design, Fashion Design and Technology, Music Production and Sound Design, Film and Visual Effects, Data Science, and Cloud Computing. iACADEMY also offers programs in Accountancy, Marketing Management, Psychology, and Digital Media Management. It started in 2002 as a wholly-owned subsidiary of STI ESG until its acquisition by STI Holdings on September 30, 2016, thus making iACADEMY a wholly-owned subsidiary of STI Holdings. iACADEMY conducts its classes in two strategically located facilities: the Nexus building along Yakal Street in Makati City and the 5th Floor of Filinvest Cebu Cyberzone Tower Two, Cebu IT Park, Apas, Cebu City.

On September 7, 2017, the Board of Governors (BOG) of iACADEMY approved the merger of iACADEMY and Neschester Corporation (Neschester), with iACADEMY as the surviving entity. The stockholders of both companies confirmed, ratified and approved the merger on the same date. The Plan of Merger between iACADEMY and Neschester was filed with the SEC on January 24, 2018 and was approved on April 10, 2018. In addition, on September 7, 2017, the stockholders and BOG of iACADEMY approved the increase in its authorized capital stock from ₱500.0 million (with a par value of ₱1.00 per share) to ₱1,000.0 million (with a par value of ₱1.00 per share). The increase in authorized capital stock was likewise approved by the SEC on April 10, 2018. On May 11, 2018, iACADEMY issued 494,896,694 shares to STI Holdings in exchange for the net assets of Neschester as a result of the merger.



On December 4, 2018, iACADEMY and Neschester requested for a confirmatory ruling on the tax-free merger from the BIR. On October 13, 2022, iACADEMY received a letter from the BIR in response to the request made for the merger. In the said letter, the BIR informed iACADEMY that Section 40.C.2 of the Tax Code, as amended by RA No. 11534 or the CREATE Act, now mandates that for purposes of availing the tax exemption, prior BIR confirmatory ruling is no longer required. In this regard, iACADEMY and Neschester can implement the said transaction, including, but not limited to the issuance of CAR by the concerned Revenue District Office (RDO). On February 8, 2023, iACADEMY applied for the CAR with the concerned RDO. The BIR issued the CAR to iACADEMY on February 8, 2024. On September 4, 2024, iACADEMY settled the applicable transfer taxes and Registry of Deeds fees associated with the transfer of title from Neschester to iACADEMY. The Registry of Deeds officially issued the Transfer Certificate of Title in the name of iACADEMY in October 2024.

On June 1, 2022, the BOG and stockholders of iACADEMY, at separate meetings, approved the amendments in its AOI as follows: (1) amendment of its primary purpose to include (a) establishment of educational institutions in Metro Manila and a branch in Cebu City; and (b) that iACADEMY shall have all the express powers of a corporation under Section 35 of the Revised Corporation Code, including the establishment and maintenance of branches and school campuses within the Philippines, subject to the rules and regulations of DepEd, CHED and TESDA. The SEC approved the amendments on July 28, 2022.

On February 7, 2023, the BOG and stockholders of iACADEMY, at separate meetings, approved the change in its corporate name from Information and Communications Technology Academy, Inc. to iACADEMY, Inc. iACADEMY applied for the amendment of its AOI and By-Laws with the SEC on February 23, 2023. The SEC approved the change in corporate name on April 3, 2024.

e. STI College Novaliches, Inc.

On June 24, 2024, STI Holdings and STI College Novaliches, Inc. executed a Subscription Agreement wherein STI Holdings subscribed to 75.0 million common shares of STI College Novaliches, Inc. at ₱1.0 per share or ₱75.0 million, subject to the SEC's approval of the increase in authorized capital stock of STI College Novaliches, Inc. from 5.0 million common shares at ₱1.0 per share or ₱5.0 million to 300.0 million common shares at ₱1.0 per share or ₱300.0 million. The deposit for future stock subscription in the amount of ₱75.0 million was paid by STI Holdings in June 2024. On January 27, 2025, the SEC approved STI College Novaliches, Inc.'s application to increase its authorized capital stock. As a result, STI College Novaliches Inc. became a direct subsidiary of STI Holdings, with 93.75% ownership. STI ESG's ownership interest in STI College Novaliches, Inc. was reduced from 100.0% to 6.25% effective January 2025.

On March 31, 2025, STI Holdings, STI ESG, and STI College Novaliches, Inc. executed a Deed of Assignment (the Deed) where STI College Novaliches, Inc. unconditionally and irrevocably assigned and transferred its identified assets and liabilities, including its permits and licenses, to STI ESG for a total consideration of ₱4.2 million. The Novaliches campus of STI ESG has continued to operate as an STI ESG branch in Novaliches, Quezon City, effective January 2025.

On June 9, 2025, STI ESG informed CHED that STI ESG, STI College Novaliches, Inc., and STI Holdings have executed a Deed of Assignment to assign and transfer the assets and liabilities of STI College Novaliches, Inc. to STI ESG. The assets acquired by STI ESG consist of, but are not limited to, the permits issued by CHED, DepEd and TESDA in favor of STI College Novaliches, Inc. With the acquisition of the assets of STI College Novaliches, Inc., STI ESG will continue to operate the programs offered by STI Novaliches, as a branch of STI ESG, at its current campus in



Novaliches, Quezon City. As at October 13, 2025, the application for issuance of a Certificate of Confirmation in favor of STI ESG is still pending review of CHED.

On July 31, 2025, the SEC approved the amendments to the AOI of STI College Novaliches, Inc., which include, among others, the following, a) change in corporate name to “Philippine School of Business Administration-Manila, Inc.”; b) revision of the primary purpose to include the offering of primary and post-graduate education; c) modification of the secondary purpose to allow the purchase, acquisition, ownership, lease, sale, and conveyance of intangible assets as may be necessary or incidental to its operations; and d) extension of the corporate term to perpetual existence.

On August 29, 2025, the SEC approved the amended By-Laws of Philippine School of Business Administration-Manila, Inc. (formerly, “STI College Novaliches, Inc.”), which include, among others, the change in its fiscal year from April 1 of each year to March 31 of the following year to July 1 of each year to June 30 of the following year.

f. Attenborough Holdings Corp. (AHC)

AHC is a holding company which is a party to the Joint Venture Agreement and Shareholders’ Agreement among the Parent Company, Philippine Women’s University (PWU) and Unlad Resources Development Corporation (Unlad). Under the Agreements, AHC is set to own up to 20.0% of Unlad. AHC is also a party to the Omnibus Agreement it executed with the Parent Company and Unlad (see Note 34).

Since February 2015, STI Holdings owns 100.0% of AHC.

On March 1, 2016, AHC executed a Deed of Assignment wherein AHC assigned to STI Holdings its loan to Unlad, including capitalized foreclosure expenses, amounting to ₱66.7 million for a cash consideration of ₱73.8 million. The Deed of Assignment provides that the cash consideration will be payable in cash of ₱10.0 million upon execution of the Deed of Assignment and the remaining balance of ₱63.8 million upon demand. Accordingly, AHC recognized a receivable from the Parent Company amounting to ₱63.8 million. Further, all the rights related to the receivable from Unlad have been transferred to STI Holdings (see Note 34).

The establishment, operation, administration and management of schools are subject to the existing laws, rules and regulations, policies, and standards of DepEd, TESDA and CHED pursuant to Batas Pambansa Bilang 232, otherwise known as the “Education Act of 1982,” RA No. 7796, otherwise known as the “TESDA Act of 1994,” and RA No. 7722, otherwise known as the “Higher Education Act of 1994,” respectively.

The accompanying consolidated financial statements were approved and authorized for issuance by the BOD of STI Holdings on October 13, 2025.



2. Basis of Preparation and Material Accounting Policies

Basis of Preparation

The accompanying consolidated financial statements have been prepared on a historical cost basis, except for noncurrent asset held for sale which has been measured at fair value less costs to sell and equity instruments at FVOCI and equity instruments at FVPL which have been measured at fair value. The consolidated financial statements are presented in Philippine Peso (₱), which is the Parent Company's functional and presentation currency, and all values are rounded to the nearest peso, except when otherwise indicated.

Seasonality of Operations

The Group's business is linked to the academic cycle which spans one academic year. The academic cycle for STI ESG and STI WNU is one academic year that starts in August and ends in June of the following year. For iACADEMY, classes start in August and end in May and July of the following year for SHS and tertiary level, respectively. In SY2022-2023, the Group gradually transitioned from remote learning to full conduct of face-to-face classes while classes for SY2023-2024 and SY2024-2025 were all conducted face-to-face for STI ESG and STI WNU, whereas iACADEMY implemented the Hybrid Learning Format.

The Group utilizes the electronic Learning Management System (eLMS), a cloud-based software application, to manage the delivery of educational courses and/or training programs for its students. eLMS supports collaboration through integrated tools such as wikis, forums, and discussion groups. It also includes an internal messaging system with bidirectional support for emails and text messaging, as well as a portfolio system that enables students to compile work that supports their learning and achievements. eLMS is a world-class and award-winning learning management system that schools and universities across the globe are using. This platform facilitates two-way interaction between teachers and students where they can collaborate, assign, and submit homework, take assessments, and track learning progress, among others. The Group has extensive experience with online learning, having utilized eLMS since 2016. This platform was crucial during the pandemic when online learning became the predominant modality. The Group continues to leverage the use of eLMS to enhance students' learning experiences through courseware content, performance tasks, and digital resources, among others, thereby ensuring continuity of education even amidst potential physical classroom disruptions.

The faculty members of the Group regularly undertake competency-based certifications and training programs. The Group adopts a hybrid approach, combining in-person and online training sessions. These training programs are essential to maintaining an acceptable level of competency among faculty members, ensuring they possess the industry-based experience and credentials necessary to effectively teach their assigned courses.

STI ESG and STI WNU implemented a flexible learning delivery modality in the first semester of SY2022-2023. For tertiary courses, all professional and identified general education courses were delivered onsite while other general education courses were delivered using blended modality, with a distribution of 50.0% onsite/face-to-face to 50.0% asynchronous. With the passage of CHED Memorandum Order No. 16 dated November 11, 2022 providing clarity and support to Higher Education Institutions (HEIs) towards progressive transitioning to full onsite learning, STI ESG opted to conduct full face-to-face classes for tertiary enrollees starting on its second semester of SY2022-2023 while STI WNU continued with its flexible learning delivery modality for tertiary and blended modality for SHS until the end of SY2022-2023. STI ESG conducted all classes face-to-face for SHS and JHS since the opening of SY2022-2023. Classes of SHS and JHS students of STI ESG and STI WNU for SY2022-2023 started on August 30, 2022 while classes of tertiary students started on September 5, 2022, except for STI WNU's School of Graduate Studies (SGS) which started classes on September 10, 2022. Face-to-face classes across all levels for SY2023-2024 and SY2024-2025 started



on August 29, 2023 and August 12, 2024, respectively, except for the School of Graduate Studies of STI WNU which started classes on September 2, 2023 and September 7, 2024, respectively.

iACADEMY implemented the Hyflex Learning Format for tertiary for SY2022-2023. Meanwhile, SHS followed the Hybrid Learning setup until the end of SY2022-2023. This allowed grades 11 and 12 students to alternately attend onsite and online classes throughout the week according to a definite schedule. Both the Hyflex and Hybrid Learning Models combine face-to-face and online remote instructions. Classes and learning activities were conducted in-person, synchronously online, and asynchronously online using various learning technologies while classes for specialized and contextualized subjects like Science and Information and Communications Technology (ICT), were held onsite in the laboratories. Under the Hyflex Learning Model, students had the flexibility to choose between attending in-person or online classes. This flexibility was not available in the Hybrid Learning Format, where students followed a fixed schedule alternating between onsite and online classes. The Hyflex model offered greater adaptability during the peak of the COVID-19 pandemic when stringent measures were in place. Classes for SHS and tertiary started on August 2, 2022 and August 30, 2022, respectively in SY2022-2023. For SY2023-2024 and SY2024-2025, iACADEMY implemented the Hybrid Learning Format across all levels. Classes for iACADEMY's SHS and tertiary students started on August 3, 2023 and August 29, 2023, respectively, in SY2023-2024. The academic year for SY2024-2025 commenced on August 8, 2024 for iACADEMY's SHS and on August 27, 2024 for tertiary students.

The Group remains committed to ensuring adherence to the guidelines set by the Inter-Agency Task Force for the Management of Emerging Infectious Diseases (IATF), CHED, DepEd, local government units (LGUs), and all pertinent agencies that have released information and guidance on the conduct of face-to-face classes.

The revenues of the Group, which are mainly from tuition and other school fees, are recognized as income over the corresponding academic year to which they pertain. Accordingly, the revenue of the Group is expected to be lower during the first quarter of the fiscal year compared to the other quarters if the number of enrollees remains constant. This information is provided to allow for a proper appreciation of the results of operations of the Group. However, management has concluded that the Group's operation is not highly seasonal.

Statement of Compliance

The accompanying consolidated financial statements have been prepared in accordance with Philippine Financial Reporting Standards (PFRS) Accounting Standards. PFRS Accounting Standards include Philippine Accounting Standards (PAS) and Philippine Interpretations based on equivalent interpretations from the International Financial Reporting Interpretations Committee (IFRIC) adopted by the Philippine Financial and Sustainability Reporting Standards Council (FSRSC).

Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Parent Company and its subsidiaries as at June 30, 2025 and 2024 and for the years ended June 30, 2025, 2024 and 2023.

Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.



Specifically, the Parent Company controls an investee, if and only if, the Parent Company has:

- Power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee);
- Exposure, or rights, to variable returns from its involvement with the investee; and
- The ability to use its power over the investee to affect its returns.

When the Parent Company has less than a majority of the voting or similar rights of an investee, the Parent Company considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Parent Company's voting rights and potential voting rights

The subsidiaries of STI Holdings, which are all incorporated in the Philippines, are as follows:

Subsidiaries	Principal Activities	Effective Percentage of Ownership					
		2025		2024		2023	
		Direct	Indirect	Direct	Indirect	Direct	Indirect
STI ESG	Educational Institution	99	–	99	–	99	–
STI WNU	Educational Institution	99	–	99	–	99	–
iACADEMY	Educational Institution	100	–	100	–	100	–
STI College Novaliches, Inc. ^(a)	Educational Institution	94	6	–	99	–	99
AHC	Holding Company	100	–	100	–	100	–
STI College Batangas, Inc. (STI Batangas)	Educational Institution	–	99	–	99	–	99
STI College of Kalookan, Inc. (STI Caloocan) ^(b)	Educational Institution	–	99	–	99	–	99
STI College of Santa Maria, Inc. (STI Sta. Maria)	Educational Institution	–	99	–	99	–	99
STI College Tanauan, Inc. (STI Tanauan)	Educational Institution	–	99	–	99	–	99
STI College Iloilo, Inc. (STI Iloilo)	Educational Institution	–	99	–	99	–	99
STI Lipa, Inc. (STI Lipa)	Educational Institution	–	99	–	99	–	99
STI College Pagadian, Inc. (STI Pagadian)	Educational Institution	–	99	–	99	–	99
STI Training Academy, Inc. (STI Training Academy)	Educational Institution	–	99	–	99	–	99
STI College Tuguegarao, Inc. (STI Tuguegarao)	Educational Institution	–	99	–	99	–	99
NAMEI Polytechnic Institute, Inc. (NAMEI)	Educational Institution	–	93	–	93	–	93
NAMEI Polytechnic Institute of Mandaluyong, Inc. (NPIM) ^(c)	Educational Institution	–	99	–	99	–	99
De Los Santos-STI College, Inc. (De Los Santos-STI College) ^(d)	Educational Institution	–	99	–	99	–	99
STI Colleges of Rizal, Inc. (STI Tanay) ^(e)	Educational Institution	–	99	–	99	–	99
STI-College Alabang, Inc. (STI Alabang)	Educational Institution	–	99	–	99	–	99
Clinquant Holdings, Inc (CHI) ^(f)	Investment Company	–	99	–	99	–	–

^(a) STI College Novaliches, Inc. became a direct subsidiary of STI Holdings pursuant to the subscription agreement, executed on June 24, 2024, between STI Holdings and STI College Novaliches, Inc. wherein STI Holdings subscribed to 75.0 million common shares of STI College Novaliches, Inc. at ₱1.00 per share. The increase in the authorized capital of STI College Novaliches, Inc. was approved by the SEC on January 27, 2025 (see Note 13).

^(b) A subsidiary of STI ESG through a management contract

^(c) NPIM ceased operations effective June 30, 2022.

^(d) In June 2016, De Los Santos-STI College advised CHED of the suspension of its operations for SYs 2016-2017 and 2017-2018 as a result of the implementation of the Government's K to 12 program. De Los Santos-STI College became a wholly-owned subsidiary of STI ESG effective August 4, 2021 (see Note 21). De Los Santos-STI College has not resumed its school operations as at October 13, 2025.

^(e) A wholly-owned subsidiary of De Los Santos-STI College; formerly STI College Quezon Avenue, Inc.

^(f) CHI became a wholly owned subsidiary of STI ESG as at June 30, 2024 (see Notes 11 and 39).

Accounting Policies of Subsidiaries. The separate financial statements of subsidiaries are prepared using uniform accounting policies for like transactions and other events in similar circumstances.

The consolidated financial statements include the accounts of STI ESG and its subsidiaries as at June 30, except for the accounts of STI Tuguegarao and STI Iloilo whose financial reporting date ends on December 31, and STI Batangas, STI Tanauan, STI Lipa, STI Pagadian, STI Sta. Maria, De Los Santos-STI College, STI Alabang, and STI Tanay whose financial reporting date ends on March 31. Adjustments are made for the effects of significant transactions or events that occur between the financial reporting date of the aforementioned subsidiaries and the financial reporting date of the Group's consolidated financial statements.



Non-controlling Interests. Non-controlling interests represent the portion of profit or loss and net assets in the subsidiaries not wholly-owned by the Parent Company but rather held by minority interests. These are presented in profit or loss and within equity in the consolidated statement of financial position, separately from equity attributable to equity holders of the Parent Company.

On transactions with non-controlling interests without loss of control, the difference between the fair value of the consideration and the book value of the share in the net assets acquired or disposed is treated as an equity transaction and is presented as part of “Other equity reserve” within the equity section in the consolidated statement of financial position.

Changes in Accounting Policies and Disclosures

The accounting policies adopted are consistent with those of the previous financial year, except for the adoption of new and amended standards effective July 1, 2024. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. The adoption of these new standards and amendments did not have any significant impact on the consolidated financial statements except otherwise stated.

- Amendments to PAS 1, *Classification of Liabilities as Current or Non-current*

The amendments clarify:

- That only covenants with which an entity must comply on or before reporting date will affect a liability’s classification as current or non-current.
- That classification is unaffected by the likelihood that an entity will exercise its deferral right.
- That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification.

- Amendments to PFRS 16, *Lease Liability in a Sale and Leaseback*

The amendments specify how a seller-lessee measures the lease liability arising in a sale and leaseback transaction in a way that it does not recognize any amount of the gain or loss that relates to the right of use retained.

- Amendments to PAS 7 and PFRS 7, *Disclosures: Supplier Finance Arrangements*

The amendments specify disclosure requirements to enhance the current requirements, which are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity’s liabilities, cash flows and exposure to liquidity risk.

Standards Issued but not yet Effective

Pronouncements issued but not yet effective as at July 1, 2024 are listed below. Unless otherwise indicated, the Group does not expect that the future adoption of the said pronouncements will have a significant impact on its consolidated financial statements. The Group intends to adopt the following pronouncements when they become effective.

Effective for fiscal year 2026

- Amendments to PAS 21, *Lack of exchangeability*



Effective for fiscal year 2027

- 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 for fiscal year 2028

- PFRS 17, *Insurance Contracts*
- PFRS 18, *Presentation and Disclosure in Financial Statements*
- PFRS 19, *Subsidiaries without Public Accountability*

Deferred effectivity

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

The Group has not early adopted the previously mentioned standards. The Group continues to assess the impact of the above new, amended and improved accounting standards and interpretations that are effective subsequent to June 30, 2025 on its consolidated financial statements in the period of initial application. Additional disclosures required by these amendments will be included in the consolidated financial statements when these amendments are adopted.

Business Combination Involving Entities under Common Control

Where there are business combinations in which all the combining entities within the Group are ultimately controlled by the same ultimate parent before and after the business combination and that the control is not transitory (business combinations under common control), the Group may account such business combinations under the acquisition method of accounting or pooling of interests method, if the transaction was deemed to have substance from the perspective of the reporting entity. In determining whether the business combination has substance, factors such as the underlying purpose of the business combination and the involvement of parties other than the combining entities such as the non-controlling interest, shall be considered.

In cases where the business combination has no substance, the Group shall account for the transaction similar to a pooling of interests. The assets and liabilities of the acquired entities and that of the Group are reflected at their carrying values. The difference in the amount recognized and the fair value of the consideration given, is accounted for as an equity transaction, i.e., as either a contribution or distribution of equity. Further, when a subsidiary is disposed in a common control transaction, the difference in the amount recognized and the fair value of the consideration received, is also accounted for as an equity transaction. The Group records the difference as excess of consideration over carrying amount of disposed subsidiary and presents as separate component of equity in the consolidated statement of financial position.

Comparatives shall be restated to include balances and transactions of the entities that had been acquired at the beginning of the earliest period presented as if the companies had always been combined.



Business Combination and Goodwill

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred, measured at acquisition date fair value, and the amount of any non-controlling interests in the acquiree. For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition-related costs are expensed as incurred and included in administrative expenses.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances, and pertinent conditions as at the acquisition date. This includes the separation of embedded derivatives in host contracts by the acquiree.

Any contingent consideration to be transferred by the acquirer will be recognized at fair value at the acquisition date. Contingent consideration classified as an asset or liability that is a financial instrument is measured at fair value at each reporting date with changes in fair value recognized in profit or loss.

Goodwill acquired in a business combination is initially measured at cost (being the excess of the aggregate of the consideration transferred and the amount recognized for non-controlling interests and any previous interest held over the net identifiable assets acquired and liabilities assumed).

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units (CGU) that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units.

Financial Instruments

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

a. Financial assets

Initial Recognition and Measurement. Financial assets are classified, at initial recognition, and subsequently measured at amortized cost, FVOCI and FVPL.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Group's business model for managing them. The Group initially measures a financial asset at its fair value plus, in the case of a financial asset not at FVPL, transaction costs.

In order for a financial asset to be classified and measured at amortized cost or FVOCI, it needs to give rise to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level. In making this assessment, the Group determines whether the contractual cash flows are consistent with a basic lending arrangement, i.e., interest includes consideration only for the time value of money, credit risk and other basic lending risks and costs associated with holding the financial asset for a particular period of time. In addition, interest can include a profit margin that is consistent with a basic lending arrangement. The assessment as to whether the cash flows meet the test is made in the currency in which the financial asset is denominated. Any other contractual terms that introduce exposure to risks or volatility in the contractual cash flows that is unrelated to a basic lending arrangement, such as exposure to changes in equity prices or



commodity prices, do not give rise to contractual cash flows that are SPPI on the principal amount outstanding.

The Group's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. It is determined at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. The Group's business model does not depend on management's intentions for an individual instrument.

Subsequent Measurement. For purposes of subsequent measurement, financial assets are classified in four categories:

- Financial assets at amortized cost (debt instruments)
 - Financial assets at FVOCI with recycling of cumulative gains and losses (debt instruments)
 - Financial assets at FVOCI with no recycling of cumulative gains and losses upon derecognition (equity instruments), and
 - Financial assets at FVPL
- a. *Financial assets at amortized cost (debt instruments).* The Group measures financial assets at amortized cost if both of the following conditions are met:
- The financial asset is held within a business model with the objective of holding financial assets in order to collect contractual cash flows; and
 - The contractual terms of the financial asset give rise on specified dates to cash flows that are SPPI on the principal amount outstanding.

Financial assets at amortized cost are initially recognized at fair value plus directly attributable transaction costs and subsequently measured at amortized cost using the effective interest (EIR) method, less any impairment in value. Gains and losses are recognized in profit or loss when the asset is derecognized, modified or impaired.

As at June 30, 2025 and 2024, the Group's financial assets at amortized cost include cash and cash equivalents, receivables (except for receivables from officers and employees) and deposits under "Prepaid expenses and other current assets" and "Goodwill, intangible and other noncurrent assets" accounts.

- b. *Financial assets designated at FVOCI with no recycling of cumulative gains and losses upon derecognition (equity instruments).* Upon initial recognition, the Group can elect to classify irrevocably its equity investments as equity instruments designated at FVOCI when they meet the definition of equity under PAS 32, *Financial Instruments: Presentation* and are not held for trading nor are contingent consideration recognized in a business combination in accordance with PFRS 3. The classification is determined on an instrument-by-instrument basis.

Gains and losses on these financial assets are never recycled to profit or loss. However, the Group may transfer the cumulative gain or loss within equity. Equity instruments at FVOCI are not subject to impairment assessment.

As at June 30, 2025 and 2024, the Group's listed and non-listed equity investments are classified as financial assets at FVOCI.



- c. *Financial assets at FVPL.* Financial assets at FVPL include financial assets held for trading, financial assets designated upon initial recognition as at fair value through profit or loss, or financial assets mandatorily required to be measured at fair value. Financial assets are classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term. Derivatives, including separated embedded derivatives, are also classified as held for trading unless they are designated as effective hedging instruments. Financial assets with cash flows that are not solely payments of principal and interest are classified and measured at FVPL, irrespective of the business model.

Financial assets at FVPL are carried in the consolidated statement of financial position at fair value with net changes in fair value recognized in the consolidated statement of comprehensive income.

As at June 30, 2025 and 2024, the Group's listed equity investments for trading are classified as financial assets at FVPL.

Impairment of Financial Assets. The Group recognizes an allowance for ECLs for all debt instruments not held at FVPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

The Group applies a simplified approach in calculating ECLs for receivables from students. Therefore, the Group does not track changes in credit risk but instead recognizes a loss allowance based on lifetime ECLs at each reporting date. As for the other financial assets, the Group applied a general approach in the calculation since these accounts had no significant deterioration in credit risk since their initial recognition.

A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Derecognition. A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognized when:

- The rights to receive cash flows from the asset have expired; or
- The Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a "pass-through" arrangement; and
- The Group has transferred its right to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of ownership of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

When the Group has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of ownership of the asset nor transferred control of the asset, the Group continues to recognize the transferred asset to the extent of the Group's continuing involvement. In that case, the Group also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group has retained.



b. Financial liabilities

Initial Recognition and Measurement. Financial liabilities are classified, at initial recognition, as financial liabilities at FVPL, or as other financial liabilities.

The Group determines the classification of its financial liabilities at initial recognition.

Financial liabilities are recognized initially at fair value and in the case of other financial liabilities, net of directly attributable transaction costs which include STI ESG's bond issuance costs, such as, taxes and various fees paid to investment banks, law firms, auditors, regulators, and so on.

As at June 30, 2025 and 2024, the Group does not have financial liabilities at FVPL. The Group's financial liabilities as at June 30, 2025 and 2024 are measured at amortized cost.

Subsequent Measurement. After initial recognition, other financial liabilities are subsequently measured at amortized cost using the EIR method.

Gains and losses are recognized in the consolidated statement of comprehensive income when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in the consolidated statement of comprehensive income.

Other financial liabilities include interest-bearing loans and borrowings, bonds payable, accounts payable and other current liabilities (excluding government and other statutory liabilities), lease liabilities, and other noncurrent liabilities (excluding advance rent and deferred lease liability).

Derecognition. A financial liability is derecognized when the obligation under the liability is discharged or canceled or has expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the consolidated statement of comprehensive income.

The terms are substantially different if the discounted present value of the cash flows under the new terms, including any fees paid net of any fees received and discounted using the original effective interest rate, is at least ten percent (10.0%) different from the discounted present value of the remaining cash flows of the original financial liability. If an exchange of debt instruments or modification of terms is accounted for as an extinguishment, any costs or fees incurred are recognized as part of the gain or loss on the extinguishment. If the exchange or modification is not accounted for as an extinguishment, any costs or fees incurred adjust the carrying amount of the liability and are amortized over the remaining term of the modified liability.

Inventories

Inventories are valued at the lower of cost and net realizable value (NRV). Cost is determined by using the weighted average method. The NRV of educational materials is the selling price in the ordinary course of business, less estimated costs necessary to make the sale. The NRV of promotional materials and school materials and supplies is the current replacement cost.

Prepaid Expenses and Other Current Assets

Prepaid expenses are carried at cost and are amortized on a straight-line basis over the period of expected usage, which is equal to or less than 12 months or within the normal operating cycle.



Creditable Withholding Taxes (CWT). CWT represents the amount of tax withheld by counterparties from the Group. These are recognized upon collection and are utilized as tax credits against income tax due as allowed by the Philippine taxation laws and regulations. CWT is presented as part of “Prepaid taxes” under the “Prepaid expenses and other current assets” account in the consolidated statement of financial position. CWT is stated at its estimated NRV.

Noncurrent Asset Held for Sale

The Group classifies a noncurrent asset as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use. Such noncurrent asset classified as held for sale is measured at the lower of its carrying amount and fair value less costs to sell. Costs to sell are the incremental costs directly attributable to the sale.

The criteria for held for sale classification are regarded as met only when the asset is available for immediate sale in its present condition and the sale is highly probable. Management must be committed to a plan to sell, which is expected to be completed within one year from the date of the classification, and an active program to locate a buyer and complete the plan must have been initiated. Further, the asset must be actively marketed for sale at a price that is reasonable in relation to its current fair value. Actions required to complete the plan to sell should indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn.

Investment properties are not depreciated or amortized once classified as held for sale. Noncurrent asset held for sale is presented separately as part of current assets in the consolidated statement of financial position.

Property and Equipment

The Group’s property and equipment consists of land, buildings, equipment, furniture and fixtures, leasehold improvements, library holdings, construction in-progress and right-of-use (ROU) assets that do not qualify as investment properties.

Property and equipment, except land, are stated at cost less accumulated depreciation, amortization and any impairment in value, excluding the costs of day-to-day servicing. The initial cost of property and equipment comprises its construction cost or purchase price and any directly attributable costs of bringing the property and equipment to its working condition and location for its intended use. Such cost includes the cost of replacing part of such property and equipment when that cost is incurred and the recognition criteria are met. Land is stated at cost less any impairment in value.

The Group recognizes ROU assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). ROU assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The initial cost of ROU assets includes the amount of lease liabilities recognized, initial direct costs incurred, lease payments made at or before the commencement date less any lease incentives received and estimate of costs to be incurred by the lessee in dismantling or removing the underlying asset.

Unless the Group is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognized ROU assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. ROU assets are subject to impairment.



Depreciation and amortization are computed using the straight-line method over the following estimated useful lives or lease term (in the case of ROU assets), whichever is shorter:

Asset Type	Number of Years
Buildings	20 to 25 years
Office and school equipment	3 to 15 years
Office and school furniture and fixtures	2 to 5 years
Leasehold improvements	5 years or term of the lease agreement, whichever is shorter
Transportation equipment	3 to 5 years
Computer equipment and peripherals	3 years
Library holdings	5 years
Renewable energy equipment	5 years
Right-of-use asset – land	25 years or term of the lease agreement, whichever is shorter
Right-of-use asset - building	2 to 10 years
Right-of-use asset - transportation equipment	3 to 5 years

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

Fully depreciated assets are retained in the accounts until they are no longer in use and no further depreciation and amortization is charged to current operations.

An item of property and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the consolidated statement of comprehensive income in the year the asset is derecognized.

Construction-in-progress represents structures under construction and is stated at cost less any impairment in value. This includes cost of construction and other direct costs, including any interest on borrowed funds during the construction period. Construction-in-progress is not depreciated until the relevant assets are completed and become available for operational use.

Investment Properties

Investment properties include land, office condominium units and buildings held by the Group for capital appreciation and rental purposes. Investment properties also include a right-of-use asset involving a building that is being subleased. Office condominium units and buildings are carried at cost less accumulated depreciation and any impairment in value, while land is carried at cost less any impairment in value. The carrying amount includes the cost of constructing a significant portion of an existing investment property if the recognition criteria are met and excludes the costs of day-to-day servicing of an investment property.

Depreciation of office condominium units and buildings is computed on a straight-line basis over 20 to 25 years. Unless the Group is reasonably certain to obtain ownership of the leased building at the end of the lease term, the recognized right-of-use asset is depreciated on a straight-line basis over the shorter of its estimated useful life and lease term. The asset's useful life and method of depreciation are reviewed and adjusted, if appropriate, at each financial year-end.



Investment properties are derecognized when either they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognized in the consolidated statement of comprehensive income in the year of retirement or disposal.

Transfers are made to investment property when, and only when, there is a change in use, evidenced by ending of owner-occupation or commencement of an operating lease to another party. Transfers are made from investment property when there is a change in use, evidenced by commencement of owner-occupation or commencement of development with a view to sell.

For a transfer from investment property to owner-occupied property or inventories, the cost of the property for subsequent accounting is its carrying value at the date of the change in use. If the property occupied by the Group as an owner-occupied property becomes an investment property, the Group accounts for such property in accordance with the policy stated under property and equipment up to the date of the change in use.

Asset Acquisition

When property is acquired through corporate acquisitions or otherwise, management considers the substance of the assets and activities of the acquired entity in determining whether the acquisition represents an acquisition of a business.

When such an acquisition is not judged to be an acquisition of a business, it is not treated as a business combination. Rather, the cost to acquire the entity is allocated between the identifiable assets and liabilities of the entity based on their relative fair values at the acquisition date. Accordingly, no goodwill or additional deferred tax arises.

Investments in Associates and Joint Venture

An associate is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but not control or joint control over those policies.

The Group has interest in Philippine Healthcare Educators, Inc. (PHEI) a joint venture company. A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

The considerations made in determining significant influence or joint control are similar to those necessary to determine control over subsidiaries.

The Group's interests in associates and joint venture are accounted for using the equity method. Under the equity method, the investment in an associate or a joint venture is initially recognized at cost. The carrying amount of the investment is adjusted to recognize changes in the Group's share of net assets of the associate or joint venture since the acquisition date. Goodwill relating to the associate or joint venture is included in the carrying amount of the investment and is neither amortized nor individually tested for impairment.

The consolidated statement of comprehensive income reflects the Group's share of the results of operations of the associate or joint venture. Any change in the OCI of those investees is presented as part of the Group's OCI. In addition, when there has been a change recognized directly in the equity of the associate or joint venture, the Group recognizes its share of any changes, when applicable, in the consolidated statement of changes in equity. Unrealized gains and losses resulting from transactions



between the Group and the associate or joint venture are eliminated to the extent of the interest in the associate or joint venture.

The aggregate of the Group's share of profit or loss of associates and a joint venture is shown on the face of the consolidated statement of comprehensive income outside operating profit.

The financial reporting dates of the associate, joint venture and the Parent Company are identical, except for Global Resource for Outsourced Workers, Inc. (GROW) and PHEI which follow December 31 and March 31, as their financial reporting dates, respectively, and the associates' and joint venture's accounting policies conform to those used by the Group for like transactions and events in similar circumstances. Adjustments are made for the Group's share in the effects of significant transactions or events that occur between the financial reporting date of the above-mentioned associates and joint venture and the financial reporting date of the Group's consolidated financial statements.

After application of the equity method, the Group determines whether it is necessary to recognize any impairment loss on its investment in associates and joint venture. The Group determines at each financial reporting date whether there is any objective evidence that the investment in associates and joint venture is impaired. If this is the case, the Group calculates the amount of impairment as the difference between the recoverable amount of the associates and joint venture and its carrying value and recognizes the amount in profit or loss.

Upon loss of significant influence over the associate or joint control over the joint venture, the Group measures and recognizes any retained investment at its fair value. Any difference between the carrying amount of the associate or joint venture upon loss of significant influence or joint control and the fair value of the retained investment and proceeds from disposal is recognized in profit or loss.

The associates of STI ESG, which are all incorporated in the Philippines, are as follows:

Associate	Principal Activities	Effective Percentage of Ownership		
		2025	2024	2023
Accent Healthcare/STI-Banawe, Inc. (STI Accent) ^(a)	Medical and related services	48	48	48
STI – College Marikina, Inc. (STI Marikina)	Educational Institution	24	24	24
GROW	Recruitment Agency	20	20	20

^(a)Dormant entity

Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization in the case of intangible assets with finite lives, and any accumulated impairment losses.

The useful lives of intangible assets are assessed as either finite or indefinite. Intangible assets with finite lives are amortized over the economic useful life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each financial year. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for by changing the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is recognized in the consolidated statement of comprehensive income in the expense category consistent with the function of the intangible asset.



Intangible assets with indefinite useful lives are not amortized, but are tested for impairment annually, either individually or at the CGU level. The assessment of indefinite life is reviewed annually to determine whether indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

The Group has assessed the useful life of intangible assets having a finite useful life to be the shorter of its contractual term or economic life. Amortization is on a straight-line basis over the estimated useful lives of three (3) years.

Impairment of Nonfinancial Assets

The carrying values of investments in and advances to associates and joint ventures, property and equipment, investment properties, intangible assets and advances to suppliers are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. When an indicator of impairment exists or when an annual impairment testing for an asset is required, the Group makes a formal estimate of the recoverable amount. Recoverable amount is the higher of an asset's (or CGU's) fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case the recoverable amount is assessed as part of the CGU to which it belongs. Where the carrying amount of an asset (or CGU) exceeds its recoverable amount, the asset (or CGU) is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset (or CGU). In determining fair value less costs to sell, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded securities or other available fair value indicators.

Provisions for impairment are recognized in the consolidated statement of comprehensive income in the expense categories consistent with the function of the impaired asset, except for assets previously revalued where the revaluation was taken to equity. In this case, the impairment is also recognized in equity up to the amount of any previous revaluation.

For nonfinancial assets, excluding goodwill and intangible assets with indefinite useful life, an assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation and amortization, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in profit or loss unless the asset is carried at a revalued amount, in which case the reversal is treated as a revaluation increase. After such a reversal, the depreciation and amortization expense is adjusted in future years to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining life.

Goodwill is reviewed for impairment annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired. Impairment is determined for goodwill by assessing the recoverable amount of the CGUs to which the goodwill relates. Where the recoverable amount of the CGU (or group of CGUs) is less than the carrying amount of the CGU (or group of CGUs) to which the goodwill has been allocated, an impairment loss is recognized in the consolidated statement of comprehensive income. Impairment losses relating to goodwill cannot be reversed for subsequent



increases in its recoverable amount in future periods. The Group performs its annual impairment test of goodwill at the end of each reporting period.

Capital Stock and Additional Paid-in Capital

Common stock is measured at par value for all shares issued. Incremental costs incurred directly attributable to the issuance of new shares are shown in equity as a deduction from proceeds, net of tax. Proceeds and/or fair value of consideration received in excess of par value are recognized as additional paid-in capital.

Cost of Shares Held by a Subsidiary

Cost of shares held by a subsidiary is accounted for similar to treasury shares which are recorded at cost. Own equity instruments which are reacquired are deducted from equity. No gain or loss is recognized in the consolidated statement of comprehensive income on the purchase, sale, issuance or the cancellation of the Group's own equity instruments. Any difference between the carrying amount and the consideration, if reissued, is recognized as additional paid-in capital.

Retained Earnings and Dividend on Common Stock of the Parent Company

The amount included in retained earnings includes profit attributable to the Parent Company's equity holders and is reduced by dividends on capital stocks. Dividends on capital stocks are recognized as a liability and deducted from equity when approved by the BOD of the Parent Company. Dividends for the year that are approved after the financial reporting date are dealt with as an event after the financial reporting period.

Earnings Per Share Attributable to the Equity Holders of the Parent Company

Earnings per share (EPS) is computed by dividing net income attributed to equity holders of the Parent Company for the year by the weighted average number of shares issued and outstanding after giving retroactive effect to stock split and stock dividend declaration, if any.

Diluted EPS is calculated by dividing the net income attributable to equity holders of the Parent Company by the weighted average number of common shares outstanding during the year adjusted for the effects of any dilutive convertible common shares.

Revenue Recognition

Revenue is recognized when control of the goods or services is transferred to the customer at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services. The Group assesses whether it is acting as a principal or an agent in every revenue arrangement. It is acting as a principal when it has the primary responsibility for providing the goods or services. The Group also acts as a principal when it has the discretion in establishing the prices and bears inventory and credit risk. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates and value-added tax (VAT).

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

Tuition and Other School Fees. Revenue from tuition and other school fees is satisfied over time and is recognized as income over the corresponding school term to which they pertain on the basis of the time lapsed over the service period. Fees received pertaining to the school year commencing after the financial reporting date are recorded under the "Unearned tuition and other school fees" account in the consolidated statement of financial position. Unearned tuition and other school fees are amortized over the related school term.

Educational Services and Royalty Fees. Revenues from educational services and royalty fees are satisfied over time based on a percentage of monthly franchise receipts and is recognized on an accrual basis in accordance with the terms of the licensing agreements.



Sale of Educational Materials and Supplies. Revenue is satisfied at a point in time and is recognized at the time of sale when control of the goods is transferred to the customer.

Other Revenues. Other revenues include income related to the software license subscriptions provided to franchised schools. These revenues are satisfied at a point in time and are recognized at the time of sale when control or rights to the goods or services are transferred to the customer.

The following are the revenue streams outside the scope of PFRS 15:

Rental Income. Rental income is recognized on a straight-line basis over the term of the lease agreement.

Interest Income. Interest income is recognized as the interest accrues considering the effective yield on the asset.

Dividend Income. Revenue is recognized when the Group's right to receive the payment is established.

The following are contract balances relative to PFRS 15, *Revenue from Contracts with Customers*:

Receivables. Receivables represent the Group's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

Contract Liabilities. A contract liability is the obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Group transfers goods or services to the customer, a contract liability is recognized. Contract liabilities are recognized as revenue when the Group performs its performance obligations under the contract. The Group's "Unearned tuition and other school fees" account represents contract liabilities which will be recognized as revenue when the related educational services are rendered. This includes advance payment for tuition and other school fees for the school year commencing after the financial reporting date.

Costs and Expenses

Costs and expenses are decreases in economic benefits during the accounting period in the form of outflows or decrease of assets or incurrence of liabilities that result in decreases in equity, other than those relating to distributions to equity participants. Costs and expenses are recognized in profit or loss in the year these are incurred.

Pension Cost

The Group has the following pension plans (Plan) covering substantially all of its regular and permanent employees:

Entity	Type of Plan
STI ESG	Funded, noncontributory defined benefit plan
STI WNU	Funded, noncontributory defined benefit plan
iACADEMY	Unfunded, noncontributory defined benefit plan
STI ESG's subsidiaries	Unfunded, noncontributory defined benefit plan

Defined Benefit Plans. The net defined benefit liability or asset is the aggregate of the present value of the defined benefit obligation at the end of the reporting period reduced by the fair value of plan assets (if any), adjusted for any effect of limiting a net defined benefit asset to the asset ceiling. The asset ceiling is the present value of any economic benefits available in the form of refunds from the plan or reductions in future contributions to the plan.



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

Defined benefit costs comprise the following:

- Service cost
- Net interest on the net defined benefit liability or asset
- Remeasurements of net defined benefit liability or asset

Service costs, which include current service costs, past service costs and gains or losses on non-routine settlements are recognized as expense in the consolidated statement of comprehensive income. Past service costs are recognized when plan amendment or curtailment occurs. These amounts are calculated periodically by independent qualified actuaries.

Net interest on the net defined benefit liability or asset is the change during the period in the net defined benefit liability or asset that arises from the passage of time which is determined by applying the discount rate based on government bonds to the net defined benefit liability or asset. Net interest on the net defined benefit liability or asset is recognized as expense or income in the consolidated statement of comprehensive income.

Remeasurements comprising actuarial gains and losses, return on plan assets and any change in the effect of the asset ceiling (excluding net interest on defined benefit liability) are recognized immediately in OCI in the period in which they arise. Remeasurements are not reclassified to profit or loss in subsequent periods.

Plan assets are assets that are held by a long-term employee benefit fund or qualifying insurance policies. Plan assets are not available to the creditors of the Group, nor can they be paid directly to the Group. The fair value of plan assets is based on market price information. When no market price is available, the fair value of plan assets is estimated by discounting expected future cash flows using a discount rate that reflects both the risk associated with the plan assets and the maturity or expected disposal date of those assets (or, if they have no maturity, the expected period until the settlement of the related obligations).

The Group's right to be reimbursed of some or all of the expenditure required to settle a defined benefit obligation is recognized as a separate asset at fair value when and only when reimbursement is virtually certain.

Leases

The determination whether an arrangement is, or contains, a lease is based on the substance of the arrangement at the inception date of whether the fulfillment of the arrangement is dependent on the use of a specific asset or the arrangement conveys a right to use the asset, even if that right is not explicitly specified in the arrangement. A reassessment is made after the inception of the lease only if one of the following applies: (a) there is a change in contractual terms, other than a renewal or extension of the agreement; (b) a renewal option is exercised or extension granted, unless the term of the renewal or extension was initially included in the lease term; (c) there is a change in the determination of whether the fulfillment is dependent on a specified asset; or (d) there is a substantial change to the asset.

Where a reassessment is made, lease accounting shall commence or cease from the date when the change in circumstances gave rise to the reassessment for scenarios (a), (c) or (d) and the date of renewal or extension period for scenario (b).



Right-of-use Assets. The Group classifies its ROU assets as part of property and equipment and investment properties. Refer to the accounting policies for property and equipment and investment properties.

Lease Liabilities. At the commencement date of the lease, the Group recognizes lease liabilities measured at the present value of lease payments to be made over the remaining lease term. The lease payments include fixed payments (including in-substance fixed payments, as applicable) less any lease incentives receivable and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating a lease, if the lease term reflects the Group exercising the option to terminate.

In calculating the present value of lease payments, the Group uses the incremental borrowing rate (IBR) at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

Short-term Leases and Leases with Low-value Assets. The Group applies the short-term lease recognition exemption to its short-term leases of equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognized as expense on a straight-line basis over the lease term.

Lease Modification. Lease modification is defined as a change in the scope of a lease, or the consideration for a lease, that was not part of the original terms and conditions of the lease (for example, adding or terminating the right to use one or more underlying assets, or extending or shortening the contractual lease term).

The Group shall account for a modification to a lease as a new lease from the effective date of the modification, considering any prepaid or accrued lease payments relating to the original lease as part of the lease payments for the new lease. If a change in lease payments does not meet the definition of a lease modification, that change would generally be accounted for as a negative variable lease payment. A lessee recognizes the effect of a rent concession by recognizing the reduction in payment as other income in profit or loss in the consolidated statement of comprehensive income.

Group as a Lessor. The Group has lease agreements for the lease of its investment properties. Leases where the Group does not transfer substantially all the risk and benefits of ownership of the asset are classified as operating lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized over the lease term on the same basis as rental income.

Taxes

Current Tax. Current tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authority. The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted at the financial reporting date.



Deferred Tax. Deferred tax is provided using the liability method on temporary differences at the financial reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax liabilities are recognized for all taxable temporary differences, except:

- when the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting income nor taxable income or loss;
- in respect of taxable temporary differences associated with investments in subsidiaries and associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognized for all deductible temporary differences and carryforward benefit of net operating loss carryover (NOLCO), unused tax credits from excess minimum corporate income tax (MCIT) over regular corporate income tax (RCIT), and to the extent that it is probable that taxable income will be available against which the deductible temporary differences and carryforward benefits of NOLCO and MCIT can be utilized, except:

- when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting income nor taxable income or loss;
- in respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint venture, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable income will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each financial reporting date and reduced to the extent that it is no longer probable that sufficient future taxable profit will be available to allow all or part of the deferred tax assets to be utilized. Unrecognized deferred tax assets are reassessed at each financial reporting date and are recognized to the extent that it has become probable that future taxable income will allow the deferred tax assets to be recovered.

Deferred tax assets and deferred tax liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates and tax laws that have been enacted or substantially enacted at the financial reporting date.

Deferred tax relating to items recognized outside profit or loss is recognized outside profit or loss. Deferred tax items are recognized in correlation to the underlying transactions either in OCI or directly in equity.

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

Value-added Tax (VAT). Revenue, expenses and assets are recognized net of the amount of VAT, except:

- when the VAT incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case the VAT is recognized as part of the cost of acquisition of the asset or as part of the expense item as applicable; or
- receivables and payables that are stated with the amount of VAT included.



The net amount of VAT recoverable from, or payable to, the taxation authority is included as part of “Prepaid taxes” under the “Prepaid expenses and other current assets” account or “Accounts payable and other current liabilities” account in the consolidated statement of financial position.

Operating Segments

For management purposes, the Group is organized into business units based on the geographical location of the students and assets. Financial information about operating segments is presented in Note 3 to the consolidated financial statements.

Contingencies

Contingent liabilities are not recognized in the consolidated financial statements. These are disclosed in the notes to the consolidated financial statements unless the possibility of an outflow of resources embodying economic benefits is remote. A contingent asset is not recognized in the consolidated financial statements but disclosed in the notes to the consolidated financial statements when an inflow of economic benefits is probable.

Events after the Reporting Period

Post year-end events that provide additional information about the Group’s financial position at the financial reporting date (adjusting events) are reflected in the consolidated financial statements. Post year-end events that are not adjusting events are disclosed in the notes to the consolidated financial statements when material.

3. Segment Information

For management purposes, the Group is organized into business units based on the geographical location of the students and assets, and has five reportable segments as follows:

- a. Metro Manila
- b. Northern Luzon
- c. Southern Luzon
- d. Visayas
- e. Mindanao

Management monitors operating results of its business segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured consistently with profit and loss in the consolidated financial statements.

On a consolidated basis, the Group’s performance is evaluated based on consolidated net income and EBITDA, defined as earnings before interest expense, interest income, provision for (benefit from) income tax, depreciation and amortization, loss (gain) on foreign exchange differences, equity in net earnings of associates and joint venture, fair value loss (gain) on equity instruments at FVPL and nonrecurring gains/loss such as gain on termination of lease, gain on early extinguishment of loan and loss on remeasurement of noncurrent asset held for sale. Depreciation and interest expense for purposes of this computation exclude those related to ROU assets and lease liabilities, respectively.



The following table shows the reconciliation of the consolidated net income to consolidated EBITDA:

	Year Ended June 30		
	2025	2024	2023
Consolidated net income	₱2,215,595,863	₱1,608,350,998	₱873,834,283
Depreciation and amortization ⁽¹⁾ (see Notes 11, 12, 16, 24 and 26)	591,006,900	536,371,580	527,925,632
Interest expense ⁽¹⁾ (see Notes 18, 19 and 23)	211,983,393	258,635,208	277,879,376
Provision for (benefit from) income tax	235,715,462	165,068,379	(15,723,664)
Interest income (see Notes 5, 6 and 23)	(57,394,348)	(57,677,714)	(22,595,338)
Foreign exchange loss (gain) - net	5,777,233	(17,257,709)	(2,455,311)
Equity in net earnings of associates and joint venture (see Note 13)	(3,609,544)	(2,009,402)	(2,258,739)
Fair value (gain) loss on equity instruments at FVPL (see Note 9)	(3,363,500)	852,500	620,000
Gain on:			
Termination of lease (see Note 29)	(53,291,007)	—	—
Early extinguishment of loan (see Note 18)	—	(3,076,465)	—
Loss on remeasurement of noncurrent asset held for sale (see Note 10)	7,703,800	—	—
Consolidated EBITDA	₱3,150,124,252	₱2,489,257,375	₱1,637,226,239

⁽¹⁾Depreciation and interest expense exclude those related to ROU assets (presented under "Property and equipment" and "Investment properties" accounts) and lease liabilities, respectively.

Inter-Segment Transactions

Segment revenue, segment expenses and operating results include transfers among geographical segments. The transfers are accounted for at market prices charged to unrelated customers for similar services. Such transfers are eliminated upon consolidation.



Geographical Segment Data

The following tables present revenue and income information regarding geographical segments for the years ended June 30, 2025, 2024 and 2023:

June 30, 2025						
	Metro Manila	Northern Luzon	Southern Luzon	Visayas	Mindanao	Consolidated
Revenues						
External revenue	₱2,879,240,368	₱330,860,794	₱1,471,393,016	₱741,503,553	₱136,464,076	₱5,559,461,807
Results						
Income before other income (expenses) and income tax	1,100,748,503	145,446,016	752,551,547	320,752,381	44,145,155	2,363,643,602
Equity in net earnings of associates and joint venture	3,609,544	-	-	-	-	3,609,544
Interest expense	(231,893,516)	(4,997,974)	(6,655,104)	(928,855)	(2,956,807)	(247,432,256)
Interest income	49,405,231	30,414	4,792,903	3,157,780	8,020	57,394,348
Other income	263,642,803	1,993,792	4,994,855	2,916,711	547,926	274,096,087
Provision for income tax	(197,131,775)	(3,160,846)	(4,190,200)	(31,232,641)	-	(235,715,462)
Net Income	₱988,380,790	₱139,311,402	₱751,494,001	₱294,665,376	₱41,744,294	₱2,215,595,863
EBITDA						₱3,150,124,252
June 30, 2024						
	Metro Manila	Northern Luzon	Southern Luzon	Visayas	Mindanao	Consolidated
Revenues						
External revenue	₱2,513,519,589	₱287,297,914	₱1,165,127,321	₱656,552,012	₱77,826,832	₱4,700,323,668
Results						
Income before other income (expenses) and income tax	790,050,745	110,244,141	588,827,547	269,910,116	21,787,571	1,780,820,120
Equity in net earnings of associates and joint venture	2,009,402	-	-	-	-	2,009,402
Interest expense	(279,429,495)	(3,719,018)	(6,390,653)	(1,313,970)	(2,448,259)	(293,301,395)
Interest income	52,313,851	26,102	3,074,077	2,256,891	6,793	57,677,714
Other income	221,397,021	349,570	2,618,648	1,511,745	336,552	226,213,536
Provision for income tax	(132,141,408)	(2,212,353)	(5,150,583)	(25,564,035)	-	(165,068,379)
Net Income	₱654,200,116	₱104,688,442	₱582,979,036	₱246,800,747	₱19,682,657	₱1,608,350,998
EBITDA						₱2,489,257,375



	June 30, 2023					
	Metro Manila	Northern Luzon	Southern Luzon	Visayas	Mindanao	Consolidated
Revenues						
External revenue	₱1,795,363,020	₱239,585,468	₱835,133,394	₱468,767,206	₱66,618,865	₱3,405,467,953
Results						
Income before other income (expenses) and income tax	347,641,458	59,994,011	345,144,878	189,083,546	2,181,611	944,045,504
Equity in net earnings of associates and joint venture	2,258,739	–	–	–	–	2,258,739
Interest expense	(298,316,780)	(3,865,002)	(5,278,958)	(1,501,233)	(2,057,151)	(311,019,124)
Interest income	21,174,847	29,320	123,621	1,260,017	7,533	22,595,338
Other income	191,111,066	1,159,502	5,667,640	1,896,181	395,773	200,230,162
Benefit from (provision for) income tax	11,158,774	577,047	(355,163)	4,343,006	–	15,723,664
Net Income	₱275,028,104	₱57,894,878	₱345,302,018	₱195,081,517	₱527,766	₱873,834,283
EBITDA						₱1,637,226,239

The following tables present certain assets and liabilities information regarding geographical segments as at June 30, 2025 and 2024:

	June 30, 2025					
	Metro Manila	Northern Luzon	Southern Luzon	Visayas	Mindanao	Consolidated
Assets and Liabilities						
Segment assets ^(a)	₱12,396,640,965	₱705,773,459	₱2,097,123,917	₱1,352,853,550	₱133,381,884	₱16,685,773,775
Investments in and advances to associates and joint venture	24,718,223	-	-	-	-	24,718,223
Goodwill	236,629,190	-	-	15,681,232	-	252,310,422
Deferred tax assets – net	21,531,889	2,873,776	15,428,588	9,894,584	1,727,327	51,456,164
Total Assets	₱12,679,520,267	₱708,647,235	₱2,112,552,505	₱1,378,429,366	₱135,109,211	₱17,014,258,584
Segment liabilities^(b)	₱642,583,079	₱78,183,632	₱425,501,855	₱134,174,368	₱32,408,646	₱1,312,851,580
Interest-bearing loans and borrowings	1,726,332,830	-	-	-	-	1,726,332,830
Bonds payable	816,706,013	-	-	-	-	816,706,013
Pension liabilities – net	39,045,129	4,837,257	16,913,459	36,163,913	3,137,904	100,097,662
Lease liabilities	268,914,516	40,005,514	106,275,671	11,185,930	34,668,349	461,049,980
Deferred tax liabilities – net	112,048,993	-	-	-	-	112,048,993
Total Liabilities	₱3,605,630,560	₱123,026,403	₱548,690,985	₱181,524,211	₱70,214,899	₱4,529,087,058

Other Segment Information

Capital expenditure -
Property and equipment and investment properties
Depreciation and amortization^(c)
Noncash expenses other than depreciation and amortization

₱967,884,766
591,006,902
83,473,865

^(a) Segment assets exclude investments in and advances to associates and joint venture, goodwill and net deferred tax assets.

^(b) Segment liabilities exclude interest-bearing loans and borrowings, bonds payable, net pension liabilities, lease liabilities and net deferred tax liabilities.

^(c) Depreciation and amortization excludes those related to ROU assets.



	June 30, 2024				
	Metro Manila	Northern Luzon	Southern Luzon	Visayas	Mindanao
Assets and Liabilities					
Segment assets ^(a)	₱10,443,965,112	₱682,262,822	₱1,792,286,647	₱1,114,551,083	₱71,579,918
Noncurrent asset held for sale	1,020,728,064	-	-	-	-
Investments in and advances to associates and joint venture	21,108,679	-	-	-	-
Goodwill	236,629,190	-	-	15,681,232	-
Deferred tax assets – net	13,185,635	2,797,372	12,557,491	13,192,004	1,296,597
Total Assets	₱11,735,616,680	₱685,060,194	₱1,804,844,138	₱1,143,424,319	₱72,876,515
					₱15,441,821,846
Segment liabilities ^(b)	₱766,131,191	₱57,008,678	₱251,954,267	₱137,836,962	₱25,101,760
Interest-bearing loans and borrowings	2,086,114,412	-	-	-	-
Bonds payable	814,967,275	-	-	-	-
Pension liabilities – net	68,782,774	5,921,760	13,681,541	39,964,238	1,430,678
Lease liabilities	297,847,771	42,466,080	101,690,258	18,828,574	29,240,581
Deferred tax liabilities – net	110,477,037	-	-	-	-
Total Liabilities	₱4,144,320,460	₱105,396,518	₱367,326,066	₱196,629,774	₱55,773,019
					₱4,869,445,837

Other Segment Information

Capital expenditure -

Property and equipment and investment properties

Depreciation and amortization^(c)

Noncash expenses other than depreciation and amortization

^(a) Segment assets exclude noncurrent asset held for sale, investments in and advances to associates and joint venture, goodwill and net deferred tax assets.

^(b) Segment liabilities exclude interest-bearing loans and borrowings, bonds payable, net pension liabilities, lease liabilities and net deferred tax liabilities.

^(c) Depreciation and amortization excludes those related to RDU assets.

₱961,101,989
536,371,580
91,147,657



4. Significant Accounting Judgments, Estimates and Assumptions

The preparation of the consolidated financial statements in conformity with PFRSs requires management to make judgments, estimates and assumptions that affect the amounts reported in the consolidated financial statements and related notes. The estimates used are based upon management's evaluation of relevant facts and circumstances as at the date of the consolidated financial statements, giving due consideration to materiality. Actual results could differ from such estimates.

The Group believes the following represents a summary of these significant judgments, estimates and assumptions and related impact and associated risks in its consolidated financial statements.

Judgments

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

Recognition of Revenue from Tuition and Other School Fees, Educational Services and Royalty Fees over time. The Group concluded that tuition and other school fees, educational services and royalty fees are to be recognized over time on the basis of time lapsed over the service period. This approach reflects the principle that revenue should be recognized as the Group satisfies its performance obligations in rendering its services to students and franchisees. Since the students and franchisees receive and consume the benefits of the services as they are provided, there is no need for another entity to re-perform the services that the Group has provided to date. This demonstrates that students simultaneously receive and consume the benefits of the Group's performance as it is performed. This likewise demonstrates that STI ESG's franchisees simultaneously receive and consume the benefits of STI ESG's performance as it is performed.

Recognition of revenue from the sale of educational materials and supplies at the point in time. Revenue from the sale of educational materials and supplies is recognized at the point in time when the control of the asset is transferred to the customer, generally upon receipt of the goods by franchisees and students. It is also the point at which the customer is obliged to pay for the asset without any further conditions or actions and the Group has transferred physical possession of the asset.

Asset Acquisition. On June 20, 2024, STI ESG and Total Consolidated Asset Management, Inc. (TCAMI), a related party, executed a deed of absolute sale for STI ESG's acquisition of 100.0% of the total issued and outstanding capital stock of TCAMI's wholly-owned subsidiary, CHI. Management considered the substance of the assets and activities of the acquired entity and assessed that the acquisition of a subsidiary does not represent a business, but rather an acquisition of the land, the primary asset of the subsidiary at the date of acquisition. The cost of the acquisition is allocated to the assets acquired based upon their relative fair values and no goodwill or deferred tax is recognized (see Notes 11 and 39).

Determination of Control Arising from a Management Contract. STI ESG has a management contract with STI Caloocan. Management has concluded that STI ESG, in substance, has the power to direct its relevant activities and has the means to obtain majority of the benefits of STI Caloocan, a non-stock corporation, through the management contract. Management has assessed that it has control over STI Caloocan and accordingly, classifies the entity as subsidiary effective from the date control was obtained.



Noncurrent Asset Held for Sale. Quezon City Dacion Properties - On June 24, 2021, the Parent Company's BOD approved the sale to an interested buyer of the Parent Company's properties located in Quezon City ("Quezon City dacion properties") which were received by the Parent Company through the deeds of dacion in 2016 as these properties have not been used in business since its conveyance to the Parent Company. Management considered these properties to meet the criteria to be classified as held for sale for the following reasons:

- The BOD approved the disposition of the Quezon City dacion properties
- The Quezon City dacion properties are available for immediate sale in its present condition
- Negotiations with an interested buyer have been initiated
- The properties will be sold at a price approximating its current fair value
- Management expects to complete the sale within one year from the date of classification

With the classification as noncurrent asset held for sale, the Parent Company carried the said properties at the lower of its carrying amount and fair value less costs to sell. No impairment loss was recognized for the years ended June 30, 2024, 2023 and 2022 as a result of such classification.

In May and June 2022, the Parent Company issued to several brokers an authority to sell and to perform all efforts in connection with the sale of the Quezon City dacion properties to prospective buyers. In 2023, the Parent Company started its negotiation with a certain real estate group for the sale of the properties.

As at June 30, 2024, the Parent Company was still in negotiation with the said real estate group who was looking for a real estate developer to partner with in the development of the land. With this, the properties were presented as "Noncurrent asset held for sale" and carried at the lower of carrying amount and fair value less cost to sell.

As at June 30, 2025 and October 13, 2025, management remains committed to its plan to sell the Quezon City dacion properties. However, considering that the timing of the sale is highly uncertain, management reclassified the Quezon City dacion properties from "Noncurrent asset held for sale" back to "Investment properties as at June 30, 2025, adjusted for the depreciation that would have been recognized had the asset not been classified as held for sale (see Note 10).

Contingencies. The Group is currently a party in a number of cases involving claims and disputes related to collection of receivables and labor cases. The Group's estimate of the probable costs for the resolution of these claims has been developed in consultation with outside legal counsels handling defense in these matters and is based upon an analysis of potential results. Management and its legal counsels believe that the Group has substantial legal and factual bases for its position and are of the opinion that losses arising from these legal actions, if any, will not have a material adverse impact on the consolidated financial statements. It is possible, however, that future results of operations could be materially affected by changes in the estimates or in the effectiveness of strategies relating to these proceedings (see Note 34).

Estimates and Assumptions

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



Measurement of the Expected Credit Losses. ECLs are derived from unbiased and probability-weighted estimates of expected loss, and are measured as follows:

- Financial assets that are not credit-impaired at the reporting date: as the present value of all cash shortfalls over the expected life of the financial asset discounted by the effective interest rate. The cash shortfall is the difference between the cash flows due to the Group in accordance with the contract and the cash flows that the Group expects to receive.
- Financial assets that are credit-impaired at the reporting date: as the difference between the gross carrying amount and the present value of estimated future cash flows discounted by the credit-adjusted effective interest rate.

The ECL is measured on either a 12-month or lifetime basis depending on whether a significant increase in credit risk has occurred since initial recognition or whether an asset is considered to be credit-impaired. ECLs are the discounted product of the Probability of Default (PD), Loss Given Default (LGD), and Exposure at Default (EAD), defined as follows:

- *Probability of Default.* The PD represents the likelihood of a borrower defaulting on its financial obligation, either over the next 12 months, or over the remaining life of the obligation. PD estimates are estimates at a certain date, which are calculated based on statistical rating models based on internally compiled data comprising both quantitative and qualitative factors. Where it is available, market data may also be used to derive the PD.
- *Loss Given Default.* LGD represents the Group's expectation of the extent of loss on a defaulted exposure, taking into account the mitigating effect of collateral, its expected value when realized and the time value of money.
- *Exposure at Default.* EAD is based on the amounts the Group expects to be owed at the time of default, over the next 12 months or over the remaining lifetime.

Simplified Approach for Receivables from Students. The Group applies the simplified approach in calculating ECLs of receivables from students. The Group develops loss rates based on days past due for each grouping of receivables per school term. The methodology is initially based on the Group's historically observed default rates. The Group then adjusts the historical credit loss experience using forward-looking information. At every reporting date, the historical default rates are updated and changes in the forward-looking estimates are analyzed.

The assessment of the correlation between historical default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of the customer's actual default in the future.

The Group's impairment calculations are outputs of statistical models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the impairment models that are considered accounting judgments and estimates include:

- The Group's criteria for defining default and for assessing if there has been a significant increase in credit risk;
- The segmentation of financial assets when impairment is assessed on a collective basis;
- The choice of inputs and the various formulas used in the impairment calculation;
- Determination of relationships between macroeconomic scenarios and economic inputs, such as unemployment levels and collateral values, and the effect on PDs, EADs and LGDs; and



- Selection of forward-looking macroeconomic scenarios and their probability weightings, to derive the economic inputs into the impairment models.

It is the Group's policy to regularly review its models in the context of actual loss experience and adjust when necessary. The amount and timing of the ECLs, as well as the probability assigned thereto, have been based on the available information as at report date.

Incorporation of Forward-looking Information. The Group incorporates forward-looking information into both its assessment of whether the credit risk of an instrument has increased significantly since its initial recognition and its measurement of ECL.

The Group has identified and documented key drivers of credit risk and credit losses of each portfolio of financial instruments and, using an analysis of historical data, has estimated relationships between macro-economic variables and credit risk and credit losses.

The macro-economic variables include the following key indicators for the Philippines: unemployment rates, inflation rates and GDP growth rate. The inputs and models used for calculating ECL may not always capture all characteristics of the market at the date of the consolidated financial statements. To reflect this, qualitative adjustments or overlays are occasionally made as temporary adjustments when such differences are significantly material.

The Group has not identified any uncertain event that it has assessed to be relevant to the risk of a default occurring but where it is not able to estimate the impact on ECL due to lack of reasonable and supportable information.

The Group recognized provision for ECL (net of reversal) amounting to ₱59.9 million, ₱30.5 million and ₱85.2 million for the years ended June 30, 2025, 2024 and 2023, respectively. Allowance for ECL on receivables amounted to ₱185.4 million and ₱227.4 million as at June 30, 2025 and 2024, respectively.

In June 2025 and 2024, the BOD of STI ESG approved the write-off of receivables amounting to ₱54.9 million and ₱159.4 million for the years ended June 30, 2025 and 2024, respectively. In June 2025 and 2024, the BOD of STI WNU approved the write-off of receivables amounting to ₱42.9 million and ₱24.1 million for the years ended June 30, 2025 and 2024, respectively. The BOG of iACADEMY authorized the write-off of receivables totaling ₱4.1 million in June 2025 and ₱2.0 million in April 2024.

The carrying amounts of receivables as at June 30, 2025 and 2024 are disclosed in Note 6 to the consolidated financial statements.

Valuation of Noncurrent Asset Held for Sale. PFRS 5, *Noncurrent Assets Held for Sale and Discontinued Operations*, requires noncurrent assets held for sale to be carried at the lower of fair value less costs to sell and its carrying amount.

Noncurrent asset held for sale amounting to ₱1,020.7 million as at June 30, 2024 represents the carrying value of the land, building and land improvements located in Quezon City ("Quezon City dacion properties") which were obtained by the Parent Company through the deeds of dacion in 2016 (see Notes 10 and 34).

Estimating Useful Lives of Nonfinancial Assets. Management determines the estimated useful lives and the related depreciation and amortization charges for its property and equipment, investment properties (excluding land) and intangible assets based on the period over which the property and equipment,



investment properties and intangible assets are expected to provide economic benefits. Management's estimation of the useful lives of property and equipment, investment properties and intangible assets is based on a collective assessment of industry practice, internal technical evaluation, and experience with similar assets while for intangible assets with a finite life, estimated useful life is based on economic useful benefit of the intangible assets. These estimations are reviewed periodically and could change significantly due to physical wear and tear, technical or commercial obsolescence and legal or other limits on the use of the assets. A reduction in the estimated useful lives of property and equipment, investment properties and intangible assets would increase recorded expenses and decrease nonfinancial assets.

There were no changes in the estimated useful lives of the Group's property and equipment, investment properties and intangible assets as at June 30, 2025 and 2024. The carrying values of nonfinancial assets subject to depreciation and amortization are as follows:

	2025	2024
Property and equipment (excluding land and construction in-progress) (see Note 11)	P6,474,996,956	P6,227,889,335
Investment properties (excluding land) (see Note 12)	483,289,149	510,205,636
Intangible assets (see Note 16)	34,157,601	40,778,815

Impairment of Nonfinancial Assets. PFRS Accounting Standards require nonfinancial assets, excluding goodwill and intangible assets with indefinite useful life, to be tested for impairment when certain impairment indicators are present, irrespective of whether there are any indications of impairment. Nonfinancial assets include property and equipment, investment properties, investment in and advances to associates and joint venture and intangible assets and other noncurrent assets.

Management is required to make estimates and assumptions to determine the future cash flows to be generated from the continued use and ultimate disposition of these assets in order to determine the value of these assets. While the Group believes that the assumptions used are reasonable and appropriate, these estimates and assumptions can materially affect the consolidated financial statements. Future adverse events may cause management to conclude that the affected assets are impaired and may have a material impact on the financial condition and results of operations of the Group.

The carrying values of property and equipment, investment properties, investment in and advances to associates and joint venture and intangible assets and other noncurrent assets are disclosed in Notes 11, 12, 13, 14 and 16, respectively.

The Group recognized a provision for impairment of its investment in a joint venture amounting to P1.7 million for the year ended June 30, 2024. No impairment was recognized for the years ended June 30, 2025 and 2023. As at June 30, 2025 and 2024, the carrying value of the investments in and advances to associates and joint venture amounted to P24.7 million and P21.1 million, respectively (see Notes 13 and 26).

Impairment of Goodwill and Intangible Assets with Indefinite Useful Life. Acquisition method requires extensive use of accounting estimates and judgments to allocate the purchase price to the fair market values of the acquiree's identifiable assets, liabilities and contingent liabilities at the acquisition date. It also requires the acquirer to recognize any goodwill as the excess of the acquisition cost over the fair value of the acquiree's identifiable assets, liabilities and contingent liabilities. The Group's business acquisitions have resulted in goodwill and intangible assets with indefinite useful life which are subject to an annual impairment testing. This requires an estimation of the value in use of the CGUs to which the goodwill and intangible assets with indefinite useful life are allocated. Estimating the value in use



requires the Group to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

Using the updated information and various scenarios of future financial performance and cash flows, an assessment of the recoverability of certain assets as at reporting period was conducted.

The recoverable amounts of CGUs have been determined based on value in use calculations using cash flow projections covering a five-year period based on long-range plans approved by management. The significant assumptions used in the value in use calculations are forecasted revenue growth, long-term growth rate and discount rate.

Management used an appropriate discount rate for cash flows equal to the prevailing rates of return for a group having substantially the same risks and characteristics. Management used the weighted average cost of capital (WACC) wherein the costs of equity and debt financing are weighted. The weighted average cost of capital is the overall required return on the CGUs. A pre-tax discount rate of 11.9% to 13.2% and 13.2% to 13.4% were used as at June 30, 2025 and 2024, respectively. The growth rate used in extrapolating cash flows beyond the five-year period covered by the CGUs' recent budgets was 5.0%.

Impairment testing showed that the CGUs' recoverable amounts were greater than their carrying amounts, except for NPIM (2024). The Group recognized a provision for impairment of goodwill amounting to ₱14.3 million for the year ended June 30, 2024, representing impairment of goodwill assigned to NPIM. No impairment was recognized for the years ended June 30, 2025 and 2023. Goodwill amounted to ₱252.3 million as at June 30, 2025 and 2024; while intangible assets with indefinite useful life amounted ₱27.6 million as at June 30, 2025 and 2024 (see Note 16).

Realizability of Deferred Tax Assets. Deferred tax assets are recognized for all deductible temporary differences and carryforward benefits of NOLCO and MCIT to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and carryforward benefits of NOLCO and MCIT can be utilized. Significant management judgment is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and level of future taxable profits together with future tax planning strategies.

Deferred tax assets recognized on deductible temporary differences and unused NOLCO for which no deferred tax assets have been recognized as at June 30, 2025 and 2024 are disclosed in Note 30 to the consolidated financial statements.

Measurement of Lease Liabilities. The Group's lease liabilities are measured based on the present value of lease payments over the lease term using the Group's IBR.

▪ *Determination of Lease Term*

The Group has several lease contracts that include extension and termination options. The Group applies judgement in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate (e.g., construction of significant leasehold improvements).



The Group determined that renewal periods of leases with longer periods are not included as part of the lease term as these are not reasonably certain to be exercised.

▪ *Estimating the Incremental Borrowing Rate*

The Group cannot readily determine the interest rate implicit in the lease, therefore, it uses its IBR to measure lease liabilities. The IBR is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the ROU asset in a similar economic environment. The IBR therefore reflects what the Group 'would have to pay', which requires estimation when no observable rates are available or when they need to be adjusted to reflect the terms and conditions of the lease. The Group estimates the IBR using observable inputs (such as market interest rates) when available and is required to make certain entity-specific estimates.

The Group's lease liabilities as at June 30, 2025 and 2024 are disclosed in Note 29 to the consolidated financial statements.

Determining Pension Liabilities. The determination of the obligation for and cost of pension benefits is dependent on the selection of certain assumptions provided by the Group to its actuaries in calculating such amounts. Those assumptions are described in Note 28 and include, among others, discount rate and future salary increases. In accordance with Revised PAS 19, *Employee Benefits*, actual results that differ from the Group's assumptions are included in OCI and are not reclassified to profit or loss in subsequent periods. While it is believed that the Group's assumptions are reasonable and appropriate, significant differences in actual experience or significant changes in assumptions may materially affect the Group's pension and other pension obligations.

The carrying value of net pension liabilities as at June 30, 2025 and 2024 are disclosed in Note 28 to the consolidated financial statements.

5. Cash and Cash Equivalents

	2025	2024
Cash on hand and in banks	₱1,002,817,715	₱1,054,977,974
Cash equivalents	1,729,802,924	800,522,935
	₱2,732,620,639	₱1,855,500,909

Cash in banks earn interest at the prevailing bank deposit rates. Cash equivalents are short-term placements which are made for varying periods of up to three months depending on the immediate cash requirements of the Group and earn interest at the prevailing short-term investment rates.

Interest earned from cash in banks and cash equivalents for the years ended June 30, 2025, 2024 and 2023 amounted to ₱50.2 million, ₱51.2 million and ₱16.7 million, respectively (see Note 23).



6. Receivables

	2025	2024
Tuition and other school fees	₱515,275,821	₱491,275,539
Educational services (see Note 31)	89,866,574	62,356,116
Rent, utilities and other related receivables (see Note 31)	58,844,713	72,890,694
Receivables from officers and employees (see Note 31)	26,393,220	36,078,187
Interest receivables (see Notes 5 and 23)	5,016,384	1,564,082
Others	28,005,162	30,124,713
	723,401,874	694,289,331
Less allowance for expected credit losses	185,387,344	227,383,175
	₱538,014,530	₱466,906,156

The terms and conditions of the receivables are as follows:

- a. Tuition and other school fees receivables include receivables from students, DepEd, CHED and Development Bank of the Philippines (DBP).

On March 17, 2021, STI ESG executed a Memorandum of Agreement (MOA) with DBP for the implementation of the DBP Resources for Inclusive and Sustainable Education Program (DBP RISE). The program grants financial assistance to deserving students from the ranks of underprivileged Filipino families who aspire to pursue studies in DBP-accredited public and private tertiary schools. DBP RISE covers (1) the total cost of tuition fees for all year levels of the entire course or program based on the partner school's tuition fees structure which is determined at the beginning of the first term of the course or program starting SY2020-2021, and (2) student support fund which covers other school fees, miscellaneous fees, and living allowance that will be determined and set by DBP. STI ESG and DBP executed a similar MOA in November 2021 and May 2023 covering the implementation of DBP RISE for deserving students enrolled beginning SY2021-2022, SY2022-2023 and SY2023-2024. Receivables from DBP amounted to ₱1.9 million and ₱2.2 million as at June 30, 2025 and 2024, respectively.

These receivables are noninterest bearing. Receivables from students are normally collected on or before the date of major examinations while receivables from DepEd, CHED and DBP are expected to be collected in full within the next fiscal year.

- b. Educational services receivables pertain to receivables from STI ESG's franchisees arising from educational services, royalty fees, sale of educational materials and supplies, and other charges. These receivables are generally noninterest-bearing and are normally collected within 30 days. Interest is charged on past due accounts.

This account also includes outstanding receivables of STI ESG from Philippine School of Business Administration, Inc. (PSBA Manila) and Philippine School of Business Administration Inc.-Quezon City (PSBA Quezon City), collectively referred to as "PSBA", in the total amount of ₱31.6 million as at June 30, 2025.

On May 30, 2024, STI ESG and PSBA executed a Management Agreement appointing STI ESG to manage the operations of PSBA schools with the goal of increasing enrollment as well as promoting PSBA as one of the leading educational institutions in the Philippines for accountancy and business programs. STI ESG provided the management services starting July 1, 2024 for PSBA



Quezon City and starting August 1, 2024 for PSBA Manila. The management services would be for a period of three (3) years counting from the management commencement date (see Note 40).

Interest earned from past due accounts amounted to ₱7.0 million, ₱6.4 million and ₱5.8 million for the years ended June 30, 2025, 2024 and 2023, respectively (see Note 23).

- c. Rent, utilities and other related receivables are expected to be collected in full within the next fiscal year (see Note 29).
- d. Receivables from officers and employees substantially represent advances for official business expenses which are necessary and reasonable to carry out the operations of the entities within the Group. These advances are normally liquidated within one month from the date the advances are obtained (see Note 31).
- e. Others mainly include receivables from vendors, former employees, and receivables from Social Security System amounting to ₱7.2 million, ₱3.7 million, and ₱8.5 million, respectively, as at June 30, 2025; and amounting to ₱11.3 million, nil, and ₱7.6 million, respectively, as at June 30, 2024. The balance as at June 30, 2024 included a receivable from a former franchisee amounting to ₱1.4 million. All outstanding receivables are expected to be collected within the next fiscal year.

The movements in allowance for expected credit losses are as follows:

	2025		
	Tuition and Other School Fees	Others	Total
Balance at beginning of year	₱218,972,699	₱8,410,476	₱227,383,175
Provisions - net (see Note 26)	54,427,641	5,438,116	59,865,757
Write-off	(94,825,864)	(7,035,724)	(101,861,588)
Balance at end of year	₱178,574,476	₱6,812,868	₱185,387,344

	2024		
	Tuition and Other School Fees	Others	Total
Balance at beginning of year	₱370,760,197	₱11,677,881	₱382,438,078
Provisions (reversal) - net (see Note 26)	30,669,950	(206,178)	30,463,772
Write-off	(182,457,448)	(3,061,227)	(185,518,675)
Balance at end of year	₱218,972,699	₱8,410,476	₱227,383,175

The COVID-19 pandemic has significantly affected the school operations since SY2020-2021, hence, the Group considered the COVID-19 impact in its judgments and estimates, particularly in assessing the recoverability of receivables from students. In response, the BODs of STI ESG and STI WNU, and the BOG of iACADEMY, approved an interim policy in June 2023 and July 2022, of deferring the write-off of certain receivables for the years ended June 30, 2023 and 2022, respectively. Subsequently, in June 2024, the BODs of STI ESG and STI WNU approved the write-off of receivables, amounting to ₱159.4 million and ₱24.1 million, respectively, for the year ended June 30, 2024. These receivables largely pertain to outstanding tuition and other school fees as at June 30, 2024 arising from SY2019-2020 to SY2021-2022 for STI ESG and SY2017-2018 to SY2019-2020 for STI WNU. In June 2025, the BODs of STI ESG and STI WNU approved the write-off of receivables aggregating to ₱54.9 million



and ₱42.9 million, respectively, for the year ended June 30, 2025. These receivables largely cover outstanding tuition and other school fees for SY2022-2023 for STI ESG and SY2020-2021 and SY2008-2009 up to SY2012-2013 for STI WNU.

In April 2024, the BOG of iACADEMY authorized the write-off of receivables from students amounting to ₱2.0 million. These receivables pertain to outstanding balances as of June 30, 2024, arising from SY2018–2019 for College students and SY2018–2019, SY2019–2020, and SY2020–2021 for SHS students. In June 2025, the BOG of iACADEMY approved the write-off of receivables from students amounting ₱4.1 million, corresponding to balances from SY2019–2020 for College students and SY2021–2022 for SHS students.

Recovery of accounts pertaining to tuition and other school fees which were previously written off amounted to ₱9.8 million, ₱6.5 million and ₱11.3 million for the years ended June 30, 2025, 2024 and 2023, respectively. These amounts are reported in the “Other income (expenses)” section in the consolidated statements of comprehensive income.

7. Inventories

	2025	2024
At cost:		
Educational materials:		
Uniforms	₱133,683,070	₱118,251,924
Textbooks and other education-related materials	7,158,545	7,392,150
	140,841,615	125,644,074
Promotional materials:		
Proware materials	18,833,992	19,680,220
Marketing materials	1,197,512	1,199,015
	20,031,504	20,879,235
School materials and supplies	8,392,147	10,617,065
	₱169,265,266	₱157,140,374

Inventories recognized as obsolete, substantially composed of old tertiary uniforms and textbooks, are fully provided with allowance for inventory obsolescence. Accordingly, the carrying value of these inventories carried at net realizable value is nil as at June 30, 2025 and 2024. Allowance for inventory obsolescence amounted to ₱25.4 million and ₱25.1 million as at June 30, 2025 and 2024, respectively. Provision for inventory obsolescence resulting from the excess of cost over the net realizable value of these obsolete inventories recognized for the years ended June 30, 2025, 2024 and 2023 amounted to ₱0.3 million, ₱1.0 million and ₱5.6 million, respectively (see Note 26).

Inventories charged to cost of educational materials and supplies sold amounted to ₱92.9 million, ₱102.7 million and ₱90.6 million for the years ended June 30, 2025, 2024 and 2023, respectively (see Note 25).



8. Prepaid Expenses and Other Current Assets

	2025	2024
Input VAT – net	₱70,116,861	₱69,665,004
Prepaid subscriptions and licenses	26,545,057	23,159,013
Advances to suppliers	21,294,449	28,421,208
Prepaid taxes	19,207,303	18,553,248
Prepaid insurance	5,752,569	6,257,333
Software and infrastructure maintenance	329,932	984,218
Others	5,018,893	3,563,882
	₱148,265,064	₱150,603,906

Net input VAT represents the remaining balance after application against output VAT and is recoverable in future periods. As at June 30, 2025, the balance of this account is primarily attributed to input VAT recognized related to (1) the rehabilitation of STI WNU's gym and the repair and rehabilitation of its existing powerhouse as well as the construction of another powerhouse to house the generators, and (2) the purchase of goods and services by the Group during the year. The balance as at June 30, 2024 includes the input VAT related to (1) STI ESG's acquisition of a parcel of land in South Park District, Alabang, Muntinlupa City (see Note 16), (2) construction of STI WNU's School of Basic Education (SBE) building, and (3) input VAT recognized from the Group's purchase of goods and services.

Prepaid subscriptions and licenses substantially pertain to Microsoft licenses and eLearning Management System (eLMS) subscriptions which were paid in advance in preparation for the succeeding school year. These subscriptions are normally renewed annually and are recognized as expense in accordance with the terms of the respective agreements.

Advances to suppliers primarily relate to prepayments for commencement related expenses, procurement of students' school uniforms and advance payments for ongoing repair and maintenance works for schools within the Group.

Prepaid taxes primarily pertain to creditable withholding taxes and prepayments for local business taxes and real property taxes. Prepayments for local business taxes and real property taxes are recognized as expense over the applicable period, typically within the next fiscal year. Creditable withholding taxes pertain to taxes withheld by counterparties on the income payments received by the Group which will be applied against income tax due for the following period.

Prepaid insurance primarily represents vehicle insurance coverage, life, accident, and health insurance coverage of employees, and fire and other risks insurance on buildings, which are paid in advance and are recognized as expense over the period of coverage which is within one year.

Software and infrastructure maintenance as at June 30, 2025 substantially pertain to firewall and web application cost. The balance as at June 30, 2024 substantially pertains to the annual support and maintenance charges for the use of STI ESG's accounting system. These software maintenance costs and licenses are recognized as expense over time in accordance with the terms of the respective agreements.

Other prepaid expenses mainly represent advance payments by STI ESG for social media marketing services and recruitment platform, and advance rental payments of iACADEMY Cebu for its office space as at June 30, 2025 and billboard rental as at June 30, 2024.



9. Equity Instruments at Fair Value through Profit or Loss (FVPL)

Equity instruments at FVPL represents the Group's investment in quoted equity shares of RL Commercial REIT, Inc. (RCR) held for trading amounting to ₱11.5 million and ₱8.1 million as at June 30, 2025 and 2024, respectively.

STI ESG acquired 1,550,000 quoted equity shares of RCR at ₱6.45 per share or an aggregate amount of ₱10.0 million in 2021. STI ESG recognized fair value gain on equity instruments at FVPL amounting to ₱3.4 million for the year ended June 30, 2025 and fair value loss on equity instruments at FVPL amounting to ₱0.9 million and ₱0.6 million for the years ended June 30, 2024 and 2023, respectively.

STI ESG recognized dividend income from RCR amounting to ₱0.6 million in 2025 and the same amount in 2024 and 2023.

10. Noncurrent Asset Held for Sale

Quezon City Dacion Properties

Noncurrent asset held for sale amounting to ₱1,020.7 million as at June 30, 2024 represents the carrying value of the land, building and land improvements located in Quezon City ("Quezon City dacion properties") which were received by the Parent Company through the deeds of dacion in 2016 (see Notes 12 and 34).

On June 24, 2021, the Parent Company's BOD approved the sale of the Quezon City dacion properties to a potential buyer as these properties have not been used in business since its conveyance to the Parent Company. With the classification as noncurrent asset held for sale, the Parent Company carried the said properties at the lower of its carrying amount and fair value less costs to sell. No impairment loss was recognized for the years ended June 30, 2025, 2024 and 2023.

In May and June 2022, the Parent Company issued to several brokers an authority to sell and to perform all efforts in connection with the sale of the Quezon City dacion properties to prospective buyers. In 2023, the Parent Company started its negotiation with a certain real estate group for the sale of the properties.

As at June 30, 2024, the Parent Company was still in negotiation with the said real estate group who was looking for a real estate developer to partner with in the development of the land. With this, the properties were presented as "Noncurrent asset held for sale" and carried at the lower of carrying amount and fair value less cost to sell.

As at June 30, 2025 and October 13, 2025, management remains committed to its plan to sell the Quezon City dacion properties. However, considering that the timing of the sale is highly uncertain, management reclassified the Quezon City dacion properties from "Noncurrent asset held for sale" back to "Investment properties" as at June 30, 2025. Consequently, management remeasured its Quezon City dacion properties at the lower of: (a) its carrying amount before the asset was classified as held for sale, adjusted for depreciation that would have been recognized had the asset not been classified as held for sale, of ₱1,013.0 million, and (b) its recoverable amount of ₱4,394.5 million based on the latest valuation conducted by independent appraisers on August 28, 2024 (see Note 12).



Accordingly, management recognized the adjustment to the carrying amount of its Quezon City dacion properties amounting to ₱7.7 million as “Loss on remeasurement of noncurrent asset held for sale” in the consolidated statement of comprehensive income for the year ended June 30, 2025. As at June 30, 2025, the carrying value of the Quezon City dacion properties, presented under “Investment properties,” amounted to ₱1,013.0 million (see Note 12).

Property Acquired through Extrajudicial Foreclosure

In 2019, STI ESG acquired from DBP, without recourse, receivables from STI Tanay for a consideration of ₱75.5 million, secured by properties in Tanay and Pasig. The Pasig Property was foreclosed in 2021. In June 2022, STI Tanay and the mortgagors sought its redemption. Pending the actual tender of the redemption price, STI ESG executed the Certificate of Redemption and the release and cancellation of the third-party mortgage and accordingly reclassified the Pasig Property from “Investment properties” to “Noncurrent asset held for sale” as of June 30, 2022. The Pasig property was later on redeemed by STI Tanay on July 29, 2022 for ₱19.0 million. Accordingly, STI ESG derecognized said noncurrent asset held for sale.



11. Property and Equipment

		Cost, Net of Accumulated Depreciation and Amortization															
	Land	Buildings	Office and School Equipment	Office and School Furniture and Fixtures	Leasehold Improvements	Transportation Equipment	Computer Equipment and Peripherals	Library Holdings	Renewable Energy Equipment	Construction In-Progress	Right-of-use Asset - Land	Right-of-use Asset - Building	Transportation Equipment	Total			
At June 30, 2025:																	
Balance at beginning of year	P3,393,880,053	P5,573,215,322	P120,195,782	P51,486,397	P41,465,646	P11,440,548	P87,496,264	P14,943,478	P9,244,638	P304,401,419	P106,374,068	P200,020,251	P12,006,941	P9,926,170,807			
Additions	216,525,190	258,018,883	88,359,431	43,543,116	6,587,604	12,323,782	43,810,369	5,113,526	6,464,848	282,627,285	-	64,058,375	7,972,597	1,035,405,006			
Reclassification from investment properties (see Note 12)	140,143,382	-	-	-	-	-	-	-	-	-	-	-	-	140,143,382			
Reclassification of completed construction in-progress	-	284,212,122	59,245,748	-	-	-	-	-	15,661,479	(359,119,349)	-	-	-	-			
Lease termination (see Note 29)	-	-	-	-	-	-	-	-	-	-	-	-	-	(13,888,769)			
Depreciation and amortization (see Notes 24 and 26)	-	(410,459,068)	(47,591,393)	(19,548,582)	(16,368,746)	(5,053,696)	(48,541,867)	(4,155,954)	(5,974,248)	-	(8,079,506)	(60,186,923)	(8,415,507)	(634,375,490)			
Balance at end of year	P3,750,548,625	P5,704,987,259	P220,209,568	P75,480,931	P31,684,504	P18,710,634	P82,764,766	P15,901,050	P25,396,717	P227,909,355	P98,294,562	P190,002,934	P11,564,031	P10,453,454,936			
At June 30, 2025:																	
Cost	P3,750,548,625	P9,069,691,602	P1,098,044,081	P423,238,137	P283,649,337	P42,962,933	P596,138,897	P233,089,178	P32,680,993	P227,909,355	P148,107,223	P401,660,063	P64,806,208	P16,372,526,632			
Accumulated depreciation and amortization	-	(3,364,704,343)	(877,834,513)	(347,757,206)	(251,964,833)	(24,252,299)	(513,374,131)	(217,188,128)	(7,284,276)	-	(49,812,661)	(211,657,129)	(53,242,177)	(5,919,071,696)			
Net book value	P3,750,548,625	P5,704,987,259	P220,209,568	P75,480,931	P31,684,504	P18,710,634	P82,764,766	P15,901,050	P25,396,717	P227,909,355	P98,294,562	P190,002,934	P11,564,031	P10,453,454,936			
At June 30, 2024:																	
Cost	P3,393,880,053	P8,533,545,274	P1,022,470,939	P430,483,368	P275,139,636	P93,758,152	P620,127,822	P228,245,341	P10,554,666	P304,401,419	P148,107,223	P272,273,014	P65,760,255	P15,438,747,162			
Accumulated depreciation and amortization	-	(2,960,329,952)	(902,275,157)	(378,996,971)	(233,673,990)	(22,317,604)	(532,631,558)	(213,301,863)	(1,310,028)	-	(41,733,155)	(172,252,763)	(53,753,314)	(5,512,576,355)			
Net book value	P3,393,880,053	P5,573,215,322	P120,195,782	P51,486,397	P41,465,646	P11,440,548	P87,496,264	P14,943,478	P9,244,638	P304,401,419	P106,374,068	P200,020,251	P12,006,941	P9,926,170,807			



The cost of fully depreciated property and equipment still used by the Group amounted to ₱2,094.8 million and ₱1,975.2 million as at June 30, 2025 and 2024, respectively. There were no idle property and equipment as at June 30, 2025 and 2024.

Additions and Reclassifications

Land Acquired via Deed of Sale on Installments. On June 10, 2024, STI ESG and Avida Land Corp. (Avida) executed a contract to sell for STI ESG's acquisition of a parcel of land with a total area of 3,266 square meters, located at South Park District, Alabang, Muntinlupa City, for a total purchase price of ₱228.8 million, inclusive of taxes. The purchase price is payable in three installments: (i) the amount of ₱45.1 million, inclusive of ₱24.7 million VAT, was settled on June 10, 2024; (ii) the amount of ₱81.6 million was paid by STI ESG upon the execution of the Deed of Sale on Installments (the "Deed"); and (iii) the amount of ₱102.1 million shall be paid by STI ESG on the 16th month after the execution of the Deed.

On September 30, 2024, STI ESG and Avida executed the Deed. On the same date, STI ESG settled the second installment amounting to ₱81.6 million. STI ESG likewise paid ₱9.2 million for taxes and other charges related to the sale. In view of this, STI ESG recognized this acquisition as "Land" under "Property and equipment" on September 30, 2024. On the same date, the related installment payments for the asset acquisition were applied to the total purchase price, and STI ESG recognized the remaining balance of the purchase price liability amounting to ₱102.1 million as liability under "Accounts payable" (see Note 17).

STI ESG is entitled to physical possession and control over the lot upon execution of the Deed. Further, the Deed also provided that STI ESG should start the construction within two years from its execution. As at October 13, 2025, the construction of the new STI Academic Center Alabang is ongoing (see Notes 16 and 34).

Land Acquired through Acquisition of Shares. On June 20, 2024, STI ESG and TCAMI, a related party, executed a Deed of Absolute Sale for the acquisition of 76.0 million common shares, with a par value of ₱1.0/share, representing 100% of the total issued and outstanding capital stock of CHI, for ₱180.0 million. CHI is the registered and beneficial owner of a 10,000-square-meter parcel of land located on President Jose P. Laurel Highway, Barangay Darasa, Tanauan City, Batangas. This property is the site for STI Academic Center Tanauan, where construction of the building is ongoing. The land is valued at ₱182.9 million, after allocating the acquisition cost to other identifiable assets and liabilities of CHI which has a net liability carrying amount of ₱2.9 million (see Notes 16, 34 and 39).

Reclassification from Investment Properties to Property and Equipment. On October 1, 2022, STI ESG acquired two parcels of land with improvements in Meycauayan City, Bulacan, with a total area of 2,459 square meters for ₱140.1 million, inclusive of taxes and transfer fees. The Group assumed lease agreements on the property, the last of which expired in July 2025. Following the preparation for the construction of a new school building for STI Meycauayan, STI ESG reclassified the property from "Investment properties" to "Property and equipment" as at June 30, 2025.

The STI Academic Center Meycauayan project has a total cost of approximately ₱731.7 million, inclusive of materials, cost of labor and overhead, equipment and furniture, and all other costs necessary for the completion of the project. The ten-storey building which will include a service deck is expected to serve up to 7,500 students, with completion scheduled in the first quarter of 2027. As at October 13, 2025, the construction of the new STI Academic Center Meycauayan is ongoing.



Solar Project. STI ESG conducted roof deck waterproofing activities and installed solar panels at its head office building located in the STI Ortigas-Cainta campus during the fiscal year ended June 30, 2024. The solar panels have a total capacity of 212 kilowatts and have yielded cost savings for both administrative and school energy consumption. The associated contract cost for the solar panel project is ₱10.6 million, while the roof deck waterproofing activities have a total project cost of ₱6.1 million. These projects were completed in November 2023.

The Group has likewise completed the solar panel installation projects in several schools owned and operated by STI ESG namely: STI Pasay-EDSA, STI Novaliches, STI Las Piñas, STI Sta. Mesa, and STI Batangas. The solar panel installation project at STI Novaliches was completed in July 2024 while the rest of the projects were completed on various dates in September 2024. These projects have a combined cost of ₱22.8 million, including the costs for roofing repairs in preparation for the solar panel installation, and have an aggregate capacity of 674 kilowatts of electricity.

Renovation and Rehabilitation Projects. STI ESG has undertaken renovation works at its Tanay property. The initial phase, which addressed exterior facilities, has a total contract cost of ₱14.5 million and was completed in January 2024. The subsequent phase, which focused on interior improvements, has a total project cost of ₱14.6 million, and was completed in August 2024.

Classroom Expansion Projects. STI ESG, in anticipation of growing student population, has undertaken classroom expansion projects for several schools, namely, STI Las Piñas, STI Cubao, STI Sta Mesa, STI Caloocan, STI Lucena, STI San Jose del Monte, STI Global City, and STI Lipa. These expansion projects, with an aggregate cost of ₱140.9 million, primarily involve the partitioning of vacant or multi-purpose areas and were all completed, except for STI Lucena, as at June 30, 2025. The classroom expansion project for STI Lucena is expected to be completed by the end of October 2025. These additional classrooms can accommodate an aggregate of approximately 7,000 students.

New Buildings. The new three-storey building at STI Lipa has a total cost of ₱40.0 million, which includes all costs of materials, labor, tools, equipment, furniture, and incidental expenses. The construction of the new building at STI Lipa was completed in December 2024.

The five-storey school building at the STI Ortigas-Cainta campus with a total construction cost of ₱217.3 million was designed to accommodate approximately up to 4,500 students. The first and second floors of this building with aggregate cost of ₱86.9 million were completed in September 2024 while the remaining sections of the building were completed in January 2025. The first and second floors of the building were opened for use at the start of SY2024–2025 to accommodate the increasing student population at the STI Ortigas-Cainta campus. The outstanding works related to this project, particularly the construction of the sewage treatment plant, is expected to be completed by end of December 2025.

Property and Equipment under Construction. STI ESG continued to invest in the expansion of its educational infrastructure, with total construction-in-progress as at June 30, 2025, primarily related to the costs incurred for putting up STI Academic Center Tanauan and new school buildings at STI Fairview and STI Batangas.

The construction of STI Academic Center Tanauan is currently underway, with a total project cost of approximately ₱558.4 million. This amount covers costs for materials, labor, overhead, equipment and furniture, and other expenses necessary to complete the project. The eight-storey building, which will include a service deck, is designed to house up to 6,000 students and will be situated on a 10,000 square-meter property at President Jose P. Laurel Highway, Barangay Darasa, Tanauan City, Batangas. This project is expected to be completed in time for SY2026-2027.



In addition, the construction-in-progress account includes the costs related to new school buildings for STI Fairview and STI Batangas. A four-storey building with a roof deck is under construction at STI Fairview with a total project cost of ₱91.0 million, covering all costs of materials, labor, equipment, furniture, and incidental expenses to complete the project. This building is designed to accommodate 1,800 additional students. At the same time, the construction of a three-storey building is ongoing at STI Batangas with a total project cost of ₱32.0 million. This will serve approximately 900 more students. Both projects are scheduled for completion within SY2025-2026.

Additional solar projects are underway at STI Lipa, STI San Jose del Monte, and STI Calamba, with a combined capacity of 314 kilowatts. The total project cost is ₱13.8 million. These projects are expected to be completed by the end of October 2025, and are projected to generate significant energy savings for the respective campuses while contributing to the Group's sustainability initiatives.

STI ESG has also undertaken the construction of additional classrooms and an activity hall at the penthouse of STI Lucena, in anticipation of a growth in student enrollment. The total project cost amounts to ₱15.1 million. The project was completed as at October 13, 2025 and is expected to accommodate approximately 400 students.

The Group also has ongoing building upgrade and refurbishment projects across several schools owned and operated by STI ESG. These projects aggregate to ₱101.0 million, covering all costs of materials, labor, and incidental expenses. The projects were substantially completed as at October 13, 2025, with the remaining works expected to be completed by the end of October 2025.

Likewise included in the construction-in-progress balance as at June 30, 2025 are STI WNU's costs of renovation of the university gymnasium with a total project cost of ₱66.3 million, repair and rehabilitation of the existing powerhouse as well as the construction of another powerhouse to house the generators with a total project cost of ₱3.7 million, construction of a Materials Recovery Facility (MRF) for proper waste disposal with a total cost of ₱1.95 million, and the replacement of air-conditioning units (ACUs) for its college buildings with a total project cost of ₱4.3 million. The renovation of the university gymnasium and installation of the new ACUs for its college buildings were all completed in September 2025. The repair and rehabilitation of the existing powerhouse and the construction of the new powerhouse, including the construction of the MRF have likewise been completed in September 2025.

As at June 30, 2024, STI ESG reported costs of construction-in-progress aggregating to ₱236.9 million mainly pertaining to (1) construction of the new building in STI Ortigas-Cainta campus, (2) class room expansion projects (3) renovation and rehabilitation project of STI ESG's Tanay property, (4) construction of a three-storey building at STI Lipa, (5) roof deck waterproofing activities and installation of solar panels, and (6) renovation and rehabilitation projects. As at June 30, 2025, all of these projects have been completed and were recognized as part of "Property and equipment" (see Notes 16 and 34).

The construction-in-progress account as at June 30, 2024 also includes the construction of STI WNU's new university canteen, the construction of another kitchen laboratory for its College of Hotel and Tourism Management, and the rehabilitation of a student lounge and walkway, aggregating to ₱67.5 million. The construction of the kitchen laboratory for the College of Hotel and Tourism Management and the rehabilitation of the student lounge and walkway were both completed in January 2025, while the new university canteen was completed in June 2025.



Collaterals

Transportation equipment, recognized as right-of-use assets, are pledged as security for the related lease liabilities as at June 30, 2025 and 2024 (see Note 29). The net book value of these equipment items amounted to ₱11.6 million and ₱12.0 million as at June 30, 2025 and 2024, respectively.

12. Investment Properties

	2025			
	Land	Condominium Units and Buildings	Right-of-Use Asset - Building	Total
Cost:				
Balance at beginning of year	₱676,807,317	₱780,307,090	₱133,183,838	₱1,590,298,245
Additions	–	4,510,732	–	4,510,732
Reclassification from noncurrent asset held for sale (see Note 10)	1,004,659,301	8,364,963	–	1,013,024,264
Reclassification to property and equipment (see Note 11)	(140,143,382)	–	–	(140,143,382)
Balance at end of year	1,541,323,236	793,182,785	133,183,838	2,467,689,859
Accumulated depreciation:				
Balance at beginning of year	–	335,601,702	67,683,590	403,285,292
Depreciation (see Note 26)	–	26,692,132	13,100,050	39,792,182
Balance at end of year	–	362,293,834	80,783,640	443,077,474
Net book value	₱1,541,323,236	₱430,888,951	₱52,400,198	₱2,024,612,385

	2024			
	Land	Condominium Units	Right-of-Use Asset - Building	Total
Cost:				
Balance at beginning of year	₱489,366,713	₱779,564,396	₱133,183,838	₱1,402,114,947
Additions	–	742,694	–	742,694
Reclassification from property and equipment (see Note 11)	187,440,604	–	–	187,440,604
Balance at end of year	676,807,317	780,307,090	133,183,838	1,590,298,245
Accumulated depreciation:				
Balance at beginning of year	–	309,052,401	55,524,391	364,576,792
Depreciation (see Note 26)	–	26,549,301	12,159,199	38,708,500
Balance at end of year	–	335,601,702	67,683,590	403,285,292
Net book value	₱676,807,317	₱444,705,388	₱65,500,248	₱1,187,012,953

As discussed in Note 10, the Quezon City dacion properties, ownership of which were obtained by the Parent Company in 2016 through Deeds of Dacion, were reclassified back to investment properties as at June 30, 2025 from the previous classification as noncurrent asset held for sale as at June 30, 2024. As at June 30, 2025, the carrying value of the Quezon City dacion properties, presented under “Investment properties”, amounted to ₱1,013.0 million (see Note 10). These properties are still intended for sale.

Investment properties also include a parcel of land and land improvements located in Davao City currently held by the Parent Company for capital appreciation and are not used in business. These properties (including the Quezon City dacion properties) were obtained by the Parent Company from Unlad through the Deeds of Dacion executed on March 31, 2016 (pursuant to a Memorandum of Agreement discussed in Note 34) for a total dacion price of ₱911.0 million as settlement of the outstanding obligations of Unlad and PWU to the Parent Company, arising from the loans extended by the Parent Company to PWU and Unlad when the Parent Company acceded, in November 2011, to the Joint Venture Agreement and Shareholders’ Agreement (the “Agreements”) by and among PWU, Unlad, an Individual and Mr. Eusebio H. Tanco (EHT), STI Holdings’ BOD Chairman, for the formation of a strategic arrangement with regard to the efficient management and operation of PWU (see Note 34). PWU is a private non-stock, non-profit educational institution, which provides basic, secondary, and tertiary education, including post graduate studies, to its students while Unlad is a real estate company



controlled by the Benitez Family and has some assets which are used to support the educational thrust of PWU. The Quezon City dacion properties and the Davao property were initially recognized as “Investment properties” at fair value aggregating to ₱1,280.5 million at dacion date.

As at June 30, 2025 and 2024, investment properties also include right-of-use asset - building and condominium units of the Group which are held for office or commercial lease.

Renovation and fit-out works. STI ESG recorded additions amounting to ₱4.5 million, mainly related to fit-out works carried out in one of STI ESG’s investment properties during the year ended June 30, 2025.

Reclassification from Property and Equipment. In 2024, STI ESG reclassified the vacant lot located on Diversion Road, Brgy. San Rafael, Mandurriao, Iloilo City to “Investment properties” following the cessation of STI Iloilo’s operations in the area. The carrying value of the property at the time of reclassification is at ₱187.4 million. In 2023, STI ESG reclassified the parcels of land, including the improvements thereon, located in Las Piñas City as part of “Investment properties”. The carrying value at the time of reclassification is ₱40.5 million. These properties, a part of which being is rented as warehouse, have existing leases with varying terms expiring in 2026 up to 2029 (see Note 11).

Right-of-use Asset - Building. On May 2, 2014, iACADEMY entered into a lease agreement with Metrobank Trust and Banking Group for a building along Sen. Gil J. Puyat Avenue in Makati City for a period of 15 years and three months subject to renewal upon mutual agreement. The annual rental is subject to 5.0% escalation every three years or the average of the Consumer Price Index for the last three years, whichever is higher. iACADEMY subleases the building to third parties (see Note 29).

Description of valuation techniques used and key inputs to valuation of investment properties

The fair values of the Group’s investment properties were determined by an independent professionally qualified appraiser accredited by the SEC. The fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Land

Level 3 fair value of land was derived using the market approach. The market approach is a comparative approach to value which considers the sale of similar or substitute properties and related market data and establishes a value estimate by a process involving comparison. Listings and offerings may also be considered. Sales price of comparable land in close proximity (external factor) are adjusted for differences in key attributes (internal factors) such as location and size.

Using the latest available valuation report as at June 30, 2025 and 2024, the following shows the valuation technique used in measuring the fair value of the land, as well as the significant unobservable inputs used:

Quezon City properties	₱4,372,578,000
Davao property	486,226,400
Fair value per square meter:	
Quezon City properties	14,357 sq. m. at ₱288,000 per sq. m. and 918 sq. m. at ₱259,000
Davao property	40,184 sq. m. at ₱12,100 sq. m.
Valuation date	August 28, 2024/August 30, 2024
Valuation technique	Market approach
Unobservable input	Internal factors – location, size, depth, influence, and time element
Relationship of unobservable inputs to fair value	The higher the price per square meter, the higher the fair value



	2025	2024
Fair value of STI ESG's land	₱570,917,000	₱667,106,385
Valuation date	June 2025/June 2023	June 2023/May 2022
Valuation technique	Market approach	Market approach
Unobservable input	Net price per square meter	Net price per square meter
	The higher the price per square meter,	The higher the price per square meter,
Relationship of unobservable inputs to fair value	the higher the fair value	the higher the fair value

These refer to several parcels of land owned by STI ESG located in various locations which are primarily held for capital appreciation and rental purposes. These properties are not utilized by the Group in the conduct of its operations.

Condominium Units and Buildings and Right-of-use Asset - Building

Level 3 fair values of STI ESG's condominium units have also been derived using the market approach.

Using the latest available valuation report as at June 30, 2025 and 2024, the following table shows the valuation technique used in measuring the fair value of STI ESG's condominium units, as well as the significant unobservable inputs used:

	2025	2024
Fair value	₱1,591,386,000	₱1,597,923,000
Valuation Date	June 2025/June 2023	June 2023/May 2022
Valuation technique	Market approach	Market approach
Unobservable input	Net price per square meter	Net price per square meter
	The higher the price per square meter, the higher	The higher the price per square meter, the higher the fair
Relationship of unobservable inputs to fair value	the fair value	value

Level 2 fair values of right-of-use asset - building, and buildings and improvements have been derived using the cost approach. The cost approach provides an indication of value using the economic principle that a buyer will pay no more for an asset than the cost to obtain an asset of equal utility, whether by purchase or by construction, unless undue time, inconvenience, risk or other factors are involved. The approach provides an indication of value by calculating the current replacement or reproduction cost of an asset and making deductions for physical deterioration and all other relevant forms of obsolescence. As at June 30, 2025 and 2024, the fair value of right-of-use asset – building amounted to ₱230.1 million while the fair value of other buildings and improvements amounted to ₱21.9 million. Management has determined that the fair value of these investment properties did not significantly change from the last valuation date.

The highest and best use of Quezon City properties is high rise mixed-use residential and commercial land development, while the highest and best use of Davao property is institutional land development. The highest and best use of STI ESG's land and condominium units and iACADEMY's "Right-of-use Asset - Building" is commercial utility.



Rental

Rental income earned from investment properties amounted to ₱197.2 million, ₱178.7 million and ₱161.9 million for the years ended June 30, 2025, 2024 and 2023, respectively (see Note 29). Expenses directly attributable to the rented properties, including real property taxes, insurance, janitorial, security services, depreciation, interest expense on lease liability, and repairs and maintenance, for the years ended June 30, 2025, 2024 and 2023 amounted to ₱105.9 million, ₱75.5 million and ₱77.9 million, respectively.

13. Investments in and Advances to Associates and Joint Venture

	2025	2024
Investments		
Acquisition costs	₱46,563,409	₱46,563,409
Accumulated equity in net earnings (losses):		
Balance at beginning of year	(24,133,696)	(26,143,098)
Equity in net earnings of associates and joint venture	3,609,544	2,009,402
Balance at end of year	(20,524,152)	(24,133,696)
Accumulated share in associates' other comprehensive income:		
Balance at beginning and end of year	329,306	329,306
	26,368,563	22,759,019
Less allowance for impairment loss	1,650,340	1,650,340
	24,718,223	21,108,679
Advances (see Note 31)	48,134,540	48,134,540
Less allowance for impairment loss	48,134,540	48,134,540
	—	—
	₱24,718,223	₱21,108,679

The carrying values of the Group's investments in and advances to associates and joint venture are as follows:

	2025	2024
Associates:		
STI Accent*	₱48,134,540	₱48,134,540
GROW	22,457,345	18,814,679
Joint venture - PHEI (see Note 14)	3,911,218	3,944,340
	74,503,103	70,893,559
Allowance for impairment loss	(49,784,880)	(49,784,880)
	₱24,718,223	₱21,108,679

*The share in equity of STI Accent for the years ended June 30, 2025 and 2024 is not material to the consolidated financial statements.

As at June 30, 2025 and 2024, the carrying amount of the investments in STI Marikina and STI Accent amounted to nil. The Group received dividends from STI Marikina which were recognized as income amounting to ₱1.5 million and ₱1.2 million for the years ended June 30, 2025 and 2024, respectively.



Provision for impairment of investment in joint venture for the year ended June 30, 2024 amounted to ₱1.7 million (see Notes 14 and 26). There were no movements in allowance for impairment in value of investments in and advances to associates and joint venture for the years ended June 30, 2025 and 2023.

Information about the associates is discussed below:

STI Accent. STI Accent is engaged in providing medical and other related services. It ceased operations on June 20, 2012 after the contract of usufruct between STI Accent and Dr. Fe Del Mundo Medical Center Foundation Philippines, Inc. to operate the hospital and its related healthcare service businesses was rescinded in May 2012. As at June 30, 2025 and 2024, allowance for impairment loss on STI ESG's investment in STI Accent and related advances amounted to ₱48.1 million which fully cover the said investment and advances.

Others. The carrying amount of the Group's investments in GROW and PHEI represents the aggregate carrying values of individually immaterial associates.

The aggregate financial information of individually immaterial associates are as follows:

	2025	2024	2023
Current assets	₱225,645,221	₱188,843,745	₱51,770,628
Noncurrent assets	39,536,165	36,129,515	62,726,577
Current liabilities	(114,288,787)	(101,648,317)	(68,142,818)
Noncurrent liabilities	(18,376,458)	(12,207,467)	(1,590,507)
Equity	₱132,516,141	₱111,117,476	₱44,763,880

	2025	2024	2023
Revenues	₱495,713,767	₱389,594,161	₱313,535,150
Expenses	(473,231,266)	(377,531,625)	(299,621,317)
Total comprehensive income	22,482,501	12,062,536	₱13,913,833
Share in total comprehensive income	₱3,609,544	₱2,009,402	₱2,258,739

Terms and conditions relating to advances to associates and joint venture are disclosed in Note 31 to the consolidated financial statements.

14. Interest in Joint Venture

On March 19, 2004, STI ESG, together with the University of Makati (UMak) and another shareholder, incorporated PHEI in the Philippines. STI ESG and UMak each owns 40.0% of the equity of PHEI with the balance owned by another shareholder. PHEI was envisioned as the College of Nursing of UMak.

The following were certain key terms under the agreement signed in 2003 by STI ESG and UMak:

- STI ESG shall be primarily responsible for the design of the curriculum for the Bachelor's Degree in Nursing (BSN) and Master's Degree in Nursing Informatics, with such curriculum duly approved by the University Council of UMak;
- UMak will allow the use of its premises as the campus of BSN while the premises of iACADEMY will be the campus of the post graduate degree; and



- c. STI ESG will recruit the nursing faculty while UMak will provide the faculty for basic courses that are non-technical in nature.

On October 2, 2023, the BOD of PHEI approved the cessation of its school operations effective December 31, 2023.

The BOD of STI ESG, in its February 27, 2024 meeting, approved the termination of the Joint Venture Agreement (JVA) between STI ESG and the University of Makati. The BOD of STI ESG also directed the amendment of the Articles of Incorporation of PHEI for the purpose of shortening the corporate life of PHEI.

In a meeting of the BOD and the stockholders of PHEI held on March 3, 2025, it was agreed to shorten the corporate life to June 30, 2026. On June 30, 2025, the SEC approved the amendment of the Articles of Incorporation of PHEI stating that the term of existence of PHEI is until June 30, 2026.

STI ESG recognized a provision for impairment of its investment in a joint venture amounting to ₱1.7 million for the year ended June 30, 2024. No impairment was recognized for the years ended June 30, 2025 and 2023. The cost of STI ESG's investment in PHEI amounted to ₱5.0 million while its carrying value amounted to ₱2.3 million as at June 30, 2025 and 2024.

The Group's share in the net losses of its joint venture amounted to ₱33.1 thousand, ₱71.7 thousand and ₱185.4 thousand for the years ended June 30, 2025, 2024 and 2023, respectively.

15. Equity Instruments at Fair Value through Other Comprehensive Income (FVOCI)

	2025	2024
Quoted equity shares	₱12,428,646	₱10,197,060
Unquoted equity shares	61,220,510	66,473,564
	₱73,649,156	₱76,670,624

a. Quoted Equity Shares

The quoted equity shares above pertain to shares listed in the PSE, as well as traded club shares. These are carried at fair value with cumulative changes in fair values presented as a separate component in equity under the "Unrealized fair value adjustment on equity instruments at FVOCI" account in the consolidated statements of financial position. The fair values of these shares are based on the quoted market price as at the financial reporting date.

b. Unquoted Equity Shares

Unquoted equity shares pertain to shares which are not listed in a stock exchange.

STI ESG owns 57,971 shares of De Los Santos Medical Center, Inc. (DLSMC). The carrying value of the investment in DLSMC amounted to ₱35.1 million and ₱32.3 million as at June 30, 2025 and 2024, respectively.

STI ESG recognized dividend income from unquoted equity shares at FVOCI amounting to ₱2.2 million, ₱1.1 million and ₱1.8 million for the years ended June 30, 2025, 2024 and 2023, respectively.



The rollforward analysis of the “Unrealized fair value adjustment on equity instruments at FVOCI” account as shown in the equity section of the consolidated statements of financial position follows:

	2025	2024
Balance at beginning of year	₱20,639,320	₱15,324,159
Unrealized fair value adjustment on equity instruments at FVOCI	(3,021,468)	5,315,161
Balance at end of year (see Note 21)	₱17,617,852	₱20,639,320

16. Goodwill, Intangible and Other Noncurrent Assets

	2025	2024
Advances to suppliers	₱377,556,593	₱87,176,799
Goodwill	252,310,422	252,310,422
Deposit for purchase of shares	60,484,800	60,484,800
Intangible assets	34,157,601	40,778,815
Rental and utility deposits (see Note 29)	33,098,754	33,584,837
Prepaid taxes - net of current portion	22,613,470	20,190,970
Deposit for asset acquisition	–	20,412,500
Deferred input VAT	–	10,824,959
Others	6,479,581	3,048,673
	₱786,701,221	₱528,812,775

Advances to Suppliers

As at June 30, 2025, advances to suppliers primarily represent payments made in advance for the (1) design and construction of the STI Academic Center Alabang, (2) design and construction of the STI Academic Center Tanauan, (3) construction of new school buildings at STI Fairview and STI Batangas, (4) design and set-up of the new enrollment system, (5) rehabilitation of STI WNU’s university gymnasium, solar panels for SBE and Engineering buildings, (6) isolation and acoustic treatment of iACADEMY’s sound room, and (7) installation of iACADEMY’s outdoor LED wall. The related costs for these projects, except for the enrollment system, will be recognized under “Property and Equipment” when the goods are received, or services are completely rendered (see Note 11).

Advances to suppliers as at June 30, 2024 relate substantially to advance payments made for various transactions, including the (1) construction of the new school building at STI Ortigas-Cainta, (2) learning classroom expansion project in certain STI ESG wholly-owned schools, (3) acquisition of equipment and furniture, (4) various ongoing major renovation and rehabilitation projects of the other schools owned and operated by STI ESG, (5) design and set-up of STI ESG’s new enrollment system, (6) construction of STI WNU’s new university canteen, (7) construction of a kitchen laboratory in STI WNU College of Hotel and Tourism Management, and (8) rehabilitation of STI WNU’s student lounge. The aforementioned projects, except for the sewage treatment plant project at STI Ortigas Cainta, were completed as at June 30, 2025. The outstanding works related to the sewage treatment plant project are expected to be completed by end of December 2025 and will be recognized as “Property and equipment” when the services are completely rendered (see Note 11).

STI ESG’s enrollment system is currently in the pilot testing phase at select schools, with a phased rollout to begin within SY2025-2026. The deployment will occur in stages across the entire STI ESG network. The related costs for this project will be recognized as “Intangible assets” upon completion of the project.



The new STI Academic Center Alabang project has a total cost of approximately ₱950.4 million, inclusive of materials, cost of labor and overhead, equipment and furniture, and all other costs necessary for the completion of the project. The eight-storey building, which will include a service deck, will rise on a 3,266 square meter property located at South Park District, Alabang, Muntinlupa City. This building is expected to accommodate up to 10,000 students and is expected to be completed in time for SY2026-2027 (see Notes 17 and 34). The related costs for this project will be recognized as “Property and equipment” upon completion of the project.

Goodwill

As at June 30, 2025 and 2024, the Group’s goodwill acquired through business combinations have been allocated to certain schools which are considered as separate CGUs:

	Amount
STI Caloocan	₱64,147,877
STI Cubao	28,327,670
STI Alabang (see Note 39)	23,023,960
STI Pasay-EDSA	22,292,630
STI Novaliches	21,803,322
STI WNU	15,681,232
STI Global City	11,360,085
STI Sta. Mesa	11,213,342
STI Lipa	8,857,790
STI Ortigas-Cainta	7,476,448
NAMEI	6,962,343
STI Dagupan	6,835,818
STI Meycauayan	5,460,587
STI Tanauan	4,873,058
STI Las Piñas	2,922,530
STI Batangas	2,585,492
STI Kalibo	2,474,216
STI Naga	2,305,368
STI Sta. Maria	1,776,696
STI Calbayog	1,325,721
STI Dumaguete	604,237
	<u>₱252,310,422</u>

Management performs its impairment test at the end of each reporting period for all the CGUs. The recoverable amounts are computed based on value-in-use calculations using cash flow projections. Future cash flows are discounted using a pre-tax rate ranging from 11.90% to 12.70% and from 13.20% to 13.40% as at June 30, 2025 and 2024, respectively. The cash flow projections are based on a five-year financial planning period as approved by senior management. Management used forecasted revenue increase ranging from 1.53% to 54.19% and 0.33% to 56.62% in June 2025 and 2024, respectively, for the next five years. For certain CGUs, management used forecasted revenue decreases ranging from 1.05% to 23.49% in June 2025 for the next two years. The long-term growth rate applied beyond the five-year forecast is 5.00% in June 2025 and 2024. The Group recognized a provision for impairment on goodwill amounting to ₱14.3 million for the year ended June 30, 2024 (see Note 26). No impairment was recognized for the years ended June 30, 2025 and 2023.



Key assumptions used in the value-in-use calculations

The calculations of value-in-use for the CGUs are most sensitive to the following assumptions:

- Forecasted revenue growth – Revenue forecasts are management’s best estimates considering factors such as historical/industry trends, target market analysis, government regulations and other economic factors. Revenue forecast of each CGU is primarily dependent on the number of students enrolled and tuition fee rates, which vary for each school.
- Long-term growth rate – Rates are based on published industry research.
- Discount rate – Discount rates represent the current market assessment of the risks specific to each CGU, taking into consideration the time value of money and individual risks of the underlying assets that have not been incorporated in the cash flow estimates. The discount rate calculation is based on the specific circumstances of the Group and its operating segments and is derived from its WACC. The Group used the WACC rate as affected by the beta of companies with similar activities and capital structure with the CGUs. WACC is driven by cost of equity and debt which consider lending rates with a tenor of 10 years to consider both liquidity and risk.

Sensitivity to changes in assumptions

With regard to the assessment of value-in-use of the CGUs, management believes that a reasonably possible change in the assumptions would not cause the carrying values of the CGUs to materially exceed their recoverable amounts.

Deposit for Purchase of Shares

On June 20, 2024, STI ESG and TCAMI executed a Share Purchase Agreement (SPA) for STI ESG’s acquisition of 190.0 million common shares with par value of ₱1.0 per share, representing 100.0% of the total issued and outstanding capital stock (Subject Shares) of TCAMI’s wholly-owned subsidiary, Phosphene Holdings, Inc. (PHI), for ₱403.2 million. A 15.0% deposit, equivalent to ₱60.5 million, was paid on the effective date of the SPA. The remaining balance of ₱342.7 million would be due on the third anniversary of the SPA.

The agreement granted STI ESG the right to cancel the purchase of the Subject Shares at any time within the three-year period. Should STI ESG opt to cancel, TCAMI shall refund the deposit within thirty (30) days from receipt of the written notice of cancellation. The transfer of the shares would take place on the third anniversary of the SPA’s effective date or at an earlier date mutually agreed upon by STI ESG and TCAMI.

PHI owns a 25,202-square-meter parcel of land located at President Jose P. Laurel Highway, Barangay Darasa, Tanauan City, Batangas which is adjacent to the property owned by CHI (see Note 11).

Intangible Assets

Intangible assets substantially pertain to the license to operate a maritime school which the Group identified as intangible assets for purposes of estimating the fair value of the net assets acquired. Such intangible assets with indefinite useful life, representing the fair value of the license and agreements, amounted to ₱27.6 million as at June 30, 2025 and 2024.

This account also includes the Group’s accounting and payroll software as at June 30, 2025 and 2024.



The rollforward analyses of this account follow:

	2025	2024
Cost, net of accumulated amortization:		
Balance at beginning of year	₱40,778,815	₱48,483,245
Additions	–	1,127,155
Amortization (see Notes 24 and 26)	(6,621,214)	(8,831,585)
Balance at end of year	₱34,157,601	₱40,778,815
Cost	₱114,969,334	₱114,969,334
Accumulated amortization	(80,811,733)	(74,190,519)
Net carrying amount	₱34,157,601	₱40,778,815

Rental and Utility Deposits

This account includes security deposits paid to utility companies and for warehouse, school and office space rentals in accordance with the respective lease agreements.

Prepaid Taxes

Noncurrent portion of prepaid taxes pertains to the creditable withholding taxes of the Parent Company which are not expected to be utilized in the near term and will be deductible from income tax due beyond one year from the end of the fiscal year (see Note 8).

Deposit for Asset Acquisition

Pursuant to the Deed of Sale on Installments executed by STI ESG and Avida in September 2024 and the settlement of the second installment amounting to ₱81.6 million, STI ESG reclassified this deposit made in June 2024 and recognized the payments made as “Land” under “Property and equipment” and the related liability corresponding to the last installment in the amount of ₱102.1 million as “Accounts payable” (see Notes 11 and 17).

Deferred Input VAT

This account represents input VAT which is expected to be recovered beyond one year (see Note 8).

17. Accounts Payable and Other Current Liabilities

	2025	2024
Accounts payable (see Note 31)	₱523,015,333	₱445,228,132
Accrued expenses:		
School activities, programs and other related expenses	69,383,802	63,307,426
Contracted services	59,931,816	49,288,035
Salaries, wages and benefits	61,681,330	39,866,784
Interest	38,606,956	49,507,925
Utilities	17,943,317	20,281,193
Advertising and promotion	5,369,064	3,058,569
Rent (see Note 29)	203,108	515,965
Others	6,756,579	2,558,624
Excess payments for refund	57,159,921	47,919,656
Statutory payables	33,797,160	30,172,258
Dividends payable (see Note 21)	32,395,700	30,302,513

(Forward)



	2025	2024
Network events fund	₱24,387,481	₱21,150,343
Student organization fund	20,970,989	31,689,869
Nontrade payable (see Notes 1 and 34)	17,000,000	17,000,000
Current portion of refundable deposits (see Note 20)	7,670,529	10,084,051
Current portion of advance rent (see Note 20)	4,382,575	12,476,599
Due to an affiliate (see Note 31)	–	59,511,839
Others	15,416,667	16,673,672
	₱996,072,327	₱950,593,453

The terms and conditions of the above liabilities are as follows:

- a. Accounts payable are noninterest-bearing and are normally settled within a 30 to 60-day term.

As at June 30, 2025, this account includes the remaining balance of ₱102.1 million for the acquisition of a parcel of land in Alabang, Muntinlupa City (see Notes 10 and 16).

- b. Accrued expenses, student organization fund, network events fund and other payables are expected to be settled within the next fiscal year.
- c. Excess payments for refund represent excess payments made by students, arising from overpayments, sponsorship adjustments, or approved scholarships. These amounts are recognized as a liability and will remain as such until the necessary documentation to initiate the refund process is received. The refund is expected to be settled within the next fiscal year.
- d. Statutory payables primarily include taxes payable and other payables to government agencies which are normally settled on or before the respective due dates, typically within 5 to 30 days following the end of the taxable month or quarter, in accordance with BIR regulations.
- e. Dividends payable pertain to dividends declared which are unclaimed as at reporting date and are due on demand.
- f. Nontrade payable pertains to a contingent consideration in relation to the acquisition of STI WNU. As at June 30, 2025, the remaining balance of nontrade payable amounting to ₱17.0 million pertains to the portion of the contingent consideration to be released upon collection of STI WNU's trade receivables guaranteed as collectible by the Agustin family. As part of the Compromise Agreement between the Parent Company and the Agustin Family executed in 2021, the parties agreed to review the financial records of STI WNU to determine the status of collection (see Note 34). As at October 13, 2025, STI WNU has not been able to collect the said receivables and no feedback has been received from the Agustin Family.
- g. Current portion of refundable deposits pertain to security deposits from existing lease agreements which are expected to be settled within the next fiscal year.
- h. Current portion of advance rent pertains to amount received by the Group which will be earned and applied within the next fiscal year.
- i. Terms and conditions of payables to related parties are disclosed in Note 31 to the consolidated financial statements.



18. Interest-bearing Loans and Borrowings

	2025	2024
Term loans ^(a)	₱1,726,332,830	2,086,114,412
Less current portion	580,267,162	536,274,021
Noncurrent portion	₱1,146,065,668	₱1,549,840,391

^(a)Net of unamortized debt issuance costs of ₱11.4 million and ₱13.9 million as at June 30, 2025 and 2024, respectively.

Term Loan Agreement with Bank of the Philippine Islands (BPI)

STI ESG. On March 7, 2024, STI ESG and BPI entered into a five-year term loan agreement for a credit facility up to the amount of ₱1,000.0 million. This credit facility is unsecured and was originally available and ending on the earliest of (i) December 31, 2024, (ii) the date the total facility is fully drawn by STI ESG, or (iii) the date the total facility is terminated or cancelled in accordance with the terms of the Term Loan Agreement. The proceeds of this loan could be used to (i) partially refinance STI ESG's bonds due in March 2024, (ii) finance the campus expansion projects, and (iii) for other general corporate requirements.

On March 18, 2024, STI ESG availed a ₱500.0 million loan from this facility at an interest rate of 8.4211% per annum. The proceeds from this loan were used to partially finance the 7-year bonds which were redeemed in full upon maturity on March 23, 2024.

Principal repayments are to be made in ten (10) equal installments based on a semi-annual amortization schedule which commences six (6) months from the date of initial borrowing until the maturity date. Each such installment shall be paid by STI ESG on a repayment date occurring semi-annually from the date of initial borrowing until the maturity date. Interest and principal payment for the succeeding borrowings are to be adjusted to coincide with that of the initial borrowing.

STI ESG has elected to fix the interest on each drawdown on a semi-annual basis equivalent to the higher of (i) the base rate-floating plus margin; and (ii) the applicable Bangko Sentral ng Pilipinas (BSP) Target Reverse Repurchase Rate (TRRP) plus margin, payable and reprisable semi-annually. Base Rate means the PHP Bloomberg Valuation (BVAL) or PHP BVAL Reference Rates (or in the event of its elimination or discontinuance, its replacement as may be determined by the Bankers' Association of the Philippines (BAP) or BSP, as displayed on Bloomberg (or such applicable platform) at approximately 5:00 PM on the relevant Interest Rate Setting Date or Interest Rate Repricing Date. BSP TRRP means the monetary policy interest rate of the BSP as published daily in the BSP website. On May 10, 2024, BPI agreed to STI ESG's request to amend the Term Loan Agreement with respect to the basis of floating interest rate at each drawdown equivalent to the higher of (i) the base rate-floating plus margin; and (ii) the applicable BSP TRRP plus 50 basis points, payable and reprisable semi-annually. The amendment to the Term Loan Agreement was executed on May 17, 2024. The amendment provides that the basis of the floating interest rate will take effect on the next drawdown or on the next repricing date, whichever comes first.

Interest Period commences on the date of the Borrowing and has a duration of six (6) months with each six (6)-month period thereafter commencing upon the expiry of the immediately preceding Interest Period; provided that, in case of multiple Borrowings, for each Borrowing subsequent to the initial Borrowing, the first Interest Period for that subsequent Borrowing shall commence on the date of such Borrowing and shall end on the last day of the current Interest Period for the initial Borrowing as established above in order to synchronize the interest periods of all Borrowings. Interest Rate Setting Date means two (2) Business Days prior to each Borrowing Date or, if that is not a Business Day, on the immediately preceding Business Day. Interest Rate Repricing Date shall mean two (2) Business Days prior to each semi-annual date coinciding with the Interest Payment Date. Interest rate for the outstanding loans under this Term Loan Facility with BPI was repriced effective March 18, 2025 and



September 18, 2024 at the rates of 7.4395% per annum and 7.8735% per annum, respectively. Subsequently, interest rate for the Term Loan Facility with BPI was repriced effective September 18, 2025 at 7.0588% per annum.

STI ESG shall have the option to prepay the loan, wholly or partially, at any time during the term of the loan. Each partial prepayment shall be in integral multiples of ₱10.0 million. The amount payable in respect of any prepayment of the loan shall comprise of (i) any accrued interest on the principal amount of the loan to be prepaid; and (ii) the principal amount of the Loan to be prepaid; and (iii) prepayment penalty equivalent to 1.0% of the amount prepaid if the prepayment is done on any date other than the Interest Rate Setting Date.

The embedded floating interest rate and prepayment option on the loan drawdowns with BPI was assessed as clearly and closely related to the loan, thus, not for bifurcation.

On December 4, 2024, STI ESG availed an additional ₱200.0 million loan from this facility at an interest rate of 7.8201% per annum. The proceeds from this loan were used to settle the downpayment for the construction of STI Academic Center Alabang. STI ESG capitalized the related loan transaction costs amounting to ₱1.5 million.

These outstanding loans are unsecured and are due based on the following schedule as at June 30, 2025:

Fiscal Year	Amount
2026	₱144,444,444
2027	144,444,444
2028	144,444,444
2029	144,444,446
	₱577,777,778

Breakdown of STI ESG's Term Loan with BPI follows:

	2025	2024
Balance at beginning of year	₱500,000,000	₱—
Proceeds	200,000,000	500,000,000
Payments	(122,222,222)	—
Balance at end of year	577,777,778	500,000,000
Deferred finance cost	(4,086,412)	(3,536,184)
Balance at end of year	573,691,366	496,463,816
Less current portion	143,344,193	99,249,589
Noncurrent portion	₱430,347,173	₱397,214,227

In January 2025, STI ESG and BPI executed the second amendment to STI ESG's Term Loan Agreement with BPI extending its availability period. Following the amendment, the availability period was extended to conclude on the earliest of (i) June 30, 2025, (ii) the date the total facility is fully drawn by STI ESG, and (iii) the date the total facility is terminated or cancelled in accordance with the terms of the Term Loan Agreement.

STI ESG settled the principal payments due under STI ESG's Term Loan facility with BPI amounting to ₱50.0 million on September 18, 2024. In addition, on March 18, 2025 and September 18, 2025, STI ESG settled principal payments of ₱72.2 million each under the same facility.



In July 2025, STI ESG and BPI executed the third amendment to STI ESG's Term Loan Agreement with BPI further extending its availability period. Following the amendment, the availability period was further extended to conclude on the earliest of (i) December 31, 2025, (ii) the date the total facility is fully drawn by STI ESG, and (iii) the date the total facility is terminated or cancelled in accordance with the terms of the Term Loan Agreement.

Financial Covenants. The Agreement prescribes that the following financial covenants shall be observed and computed annually based on STI ESG's audited consolidated financial statements as at and for the year ending June 30 of each year:

1. Debt-to-equity (D/E) ratio not exceeding 2.50:1.00, computed by dividing Total Debt over total Equity of STI ESG.
2. Debt Service Cover Ratio (DSCR) of at least 1.05x, which is the ratio between (a) the EBITDA based on the latest Financial Statements, and (b) Debt Service.

The term "Total Debt" means the aggregate (as of the relevant date for calculation) of all interest-bearing indebtedness of STI ESG, and the term "Equity" means the sum of capital stock (common and preferred stocks), additional paid-in capital, deposit for future subscriptions, retained earnings (appropriated and unappropriated) and shareholders' advances that are intended to be infused as capital stock, as shown in the applicable financial statements of STI ESG, provided that preferred stocks shall only be considered as part of capital stock if the said preferred stocks do not earn interest.

Debt Service means the principal amortizations, interest payments and financing fees and charges falling due for the next twelve (12) months following the end of STI ESG's fiscal year. Debt Service and EBITDA shall be based on the latest audited consolidated financial statements of STI ESG and its subsidiaries.

STI ESG's D/E ratio and DSCR, as defined in the Term Loan Agreement with BPI are as follows:

	2025	2024
Total liabilities ^(a)	₱2,543,038,843	₱2,901,081,687
Total equity	8,390,859,797	6,996,687,341
D/E ratio	0.30:1.00	0.41:1.00

^(a) Including only all interest-bearing Indebtedness

	2025	2024
EBITDA (see Note 3) ^(b)	₱2,589,109,533	₱1,992,058,511
Total interest-bearing liabilities ^(c)	762,528,616	834,054,745
DSCR ^(d)	3.40:1.00	2.39:1.00

^(b) EBITDA for the last twelve months

^(c) Total interest-bearing debts and interests due in the next twelve months

As at June 30, 2025 and 2024, STI ESG is in compliance with the BPI loan covenants.

Term Loan Agreement with Metropolitan Bank & Trust Company (Metrobank)

STI ESG. On March 8, 2024, STI ESG and Metrobank entered into an unsecured five-year term loan agreement of up to the amount of ₱2,000.0 million. The credit facility was originally available up to December 31, 2024. The proceeds of this loan could be used to (i) partially refinance STI ESG's bonds due in March 2024, (ii) finance the campus expansion projects, and (iii) for other general corporate requirements. Principal repayments are to be made in equal or nearly equal consecutive ten (10) installments based on a semi-annual amortization schedule which commences six (6) months from the date of initial borrowing until the maturity date, with the last installment in an amount sufficient to fully



pay the loan. Each such installment shall be paid by STI ESG on a repayment date occurring semi-annually from the date of borrowing or initial borrowing, until the maturity date. In case there is more than one (1) borrowing, the repayment date is to be adjusted to coincide with the interest payment date occurring in the same calendar month.

STI ESG has elected to fix the interest on each drawdown on a semi-annual basis based on the higher of the aggregate of the six (6) month reference rate plus 1.50% per annum, and the aggregate of the BSP TRRP Rate plus 0.50% per annum. Reference rate is defined as the relevant tenor of the Bloomberg Valuation Curve for Philippine government securities, currently referred to as BVIS0923 Index in Bloomberg, as published on the PDS market page and PDS official website.

Interest Period commences on the date of borrowing or initial borrowing, in case there is more than one (1) borrowing, and having a duration of six months and each semi-annual period thereafter commencing upon the expiry of the immediately preceding interest period, provided, that the first interest period with respect to a borrowing subsequent to the initial borrowing shall commence on the date of such subsequent borrowing and shall end on the last day of the current interest period of the initial borrowing within which such subsequent borrowing was made to synchronize all subsequent interest periods. Interest Rate Setting Date is the business day immediately preceding the date of borrowing and each semi-annual period occurring after such business day but coinciding with the interest payment date.

On March 18, 2024, STI ESG made a drawdown amounting to ₱1,000.0 million subject to an interest rate of 7.8503% per annum. Interest rate for this outstanding loan with Metrobank was repriced at the rates of 7.4213% per annum and 7.0517% per annum effective March 18, 2025 and September 18, 2025, respectively, compared to 7.8135% per annum effective September 18, 2024. The proceeds of this loan were used to partially finance the full redemption of STI ESG's 7-year bonds on March 23, 2024.

STI ESG may, at its option, prepay the loan in part or in full, together with accrued interest thereon. Each partial prepayment shall be in whole multiples of ₱10.0 million. Each prepayment shall be made on an interest payment date, otherwise prepayment shall be subject to a prepayment penalty of 1.0% of the amount prepaid.

The embedded floating interest rate and prepayment option on the loan drawdown with Metrobank was assessed as clearly and closely related to the loan, thus, not for bifurcation.

These loans are unsecured and are due based on the following original schedule:

Fiscal year	Amount
2025	₱200,000,000
2026	200,000,000
2027	200,000,000
2028	200,000,000
2029	200,000,000
	₱1,000,000,000



Breakdown of STI ESG's Term Loan with Metrobank as at June 30, 2025 and 2024 follows:

	2025	2024
Balance at beginning of year	₱1,000,000,000	₱–
Proceeds	–	1,000,000,000
Payments	(200,000,000)	–
Balance at end of year	800,000,000	1,000,000,000
Deferred finance cost	(5,571,546)	(7,072,368)
Balance at end of year	794,428,454	992,927,632
Less current portion	198,499,178	198,499,178
Noncurrent portion	₱595,929,276	₱794,428,454

On September 18, 2024 and March 18, 2025, STI ESG settled principal payments aggregating to ₱200.0 million under its Term Loan facility with Metrobank. In addition, on September 18, 2025, STI ESG made a principal payment amounting to ₱100.0 million under the same facility.

In January 2025, STI ESG and Metrobank executed an amendment to STI ESG's Term Loan Facility agreement with Metrobank, introducing the following changes:

- The availability period of the Term Loan Facility was extended from December 31, 2024, to June 30, 2025.
- The Debt-to-Equity Ratio covenant was adjusted from 1.50:1.00 to 2.50:1.00.
- The maturity date of the loan shall be five (5) years from the date of each borrowing.

In July 2025, the availability period of the Term Loan Agreement with Metrobank was further extended from June 30, 2025 to December 31, 2025. All other provisions of the Term Loan Agreement with Metrobank continue to be in full force and effect.

Financial Covenants. The Agreement, as amended above, prescribes that the following financial covenants shall be observed and computed annually based on STI ESG's audited consolidated financial statements as at and for the year ending June 30 of each year:

1. Debt-to-equity (D/E) ratio of not greater than 2.50x, shall mean the proportion of the Total Debt to Equity, and
2. Debt Service Cover Ratio (DSCR) of at least 1.05x, shall mean the proportion of EBITDA to Debt Service.

The term "Total Debt" shall mean all obligations of STI ESG which, in accordance with generally accepted accounting principles and practices in the Philippines, are required to be included as liabilities of STI ESG in its statement of financial position, including accrued income taxes and other proper accruals, but excluding "Unearned tuition and other school fees" and "Lease liabilities", as computed based on PFRS 16, and the term "Equity" shall mean the equity interest of the owners of the capital stock of STI ESG computed and determined in accordance with generally accepted accounting principles and practices in the Philippines.

The term "EBITDA" shall mean the net income or net earnings of STI ESG before deducting interest expense, taxes, depreciation and amortization, and as defined in its audited consolidated financial statements for the immediately preceding fiscal year, and the term "Debt Service" shall mean the aggregate (as of the relevant date for calculation) of all outstanding interest-bearing debits/obligations of STI ESG that are due/payable in the next fiscal year, computed and determined in accordance with generally accepted accounting principles and practices in the Philippines.



STI ESG's D/E ratio and DSCR, as defined in the Term Loan Agreement with Metrobank are as follows:

	2025	2024
Total liabilities ^(a)	₱3,407,904,165	₱3,816,204,623
Total equity	8,390,859,797	6,996,687,341
D/E ratio	0.41:1.00	0.55:1.00

^(a) Excluding unearned tuition and other school fees and lease liabilities

	2025	2024
EBITDA (see Note 3) ^(b)	₱2,589,109,533	₱1,992,058,511
Total interest-bearing liabilities ^(c)	762,528,616	834,054,745
DSCR ^(d)	3.40:1.00	2.39:1.00

^(b) EBITDA for the last twelve months

^(c) Total interest-bearing debts and interests due in the next twelve months

As at June 30, 2025 and 2024, STI ESG is in compliance with the Metrobank loan covenants.

Term Loan Agreement with China Banking Corporation (Chinabank)

STI ESG. On May 7, 2019, STI ESG and Chinabank entered into a seven-year term loan agreement for an amount up to ₱1,200.0 million. The credit facility is unsecured and is originally available for a period of one year from May 7, 2019, the date of signing of the loan agreement. The proceeds of this loan could be used for the (i) financing of campus expansion projects, (ii) acquisition of schools, (iii) refinancing of short-term loans incurred for projects, and (iv) other general corporate purposes. The agreement provides for a grace period in principal repayments of two (2) years from the initial drawdown date. Principal repayments should be made in ten (10) equal semi-annual installments beginning six (6) months from the end of the grace period.

As stated in the Term Loan Agreement, STI ESG has elected to fix the interest on each drawdown on a per annum basis based on the higher of the one-year PHP BVAL rate plus an interest spread of 1.50% per annum divided by the Applicable Interest Premium Factor, or the agreed Floor rate divided by the Applicable Interest Premium Factor. On the Initial Interest Rate Resetting Date, the applicable interest rate per annum for all drawdowns would be collectively reset based on the higher of 1-year BVAL rate plus an interest spread of 1.50% per annum divided by the Applicable Interest Premium Factor, or the agreed Floor rate divided by the Applicable Interest Premium Factor.

STI ESG may, on any Interest Resetting Date and upon serving a written notice, elect to fix the interest rate for the remaining period of the loan based on the higher of applicable BVAL rate plus an interest spread of 1.50% per annum divided by the Applicable Interest Premium Factor, or the agreed Floor rate divided by the Applicable Interest Premium Factor.

On July 3, 2020, STI ESG and Chinabank executed the Amendment to the Term Loan Agreement dated May 7, 2019 to amend the availability period of the Term Loan Facility. The Term Loan Facility was made available to STI ESG on any business day for the period beginning on the date of the Term Loan Agreement and ending on the earliest of: (a) July 31, 2020; (b) the date the Term Loan Facility is fully drawn; or (c) the date the Lender's commitment to extend the Term Loan Facility to STI ESG is canceled or terminated in accordance with the Term Loan Agreement. At various dates during the year ended March 31, 2020, STI ESG availed of loans aggregating to ₱800.0 million subject to interest rates ranging from 5.81% to 6.31% per annum. In July 2020, STI ESG availed of loans aggregating to ₱400.0 million subject to an interest rate of 5.81% per annum. As at July 31, 2020, the Term Loan Facility was fully drawn at ₱1,200.0 million. The proceeds from these loans were used for capital



expenditures and working capital requirements. Interest rates for all drawdowns from the Term Loan Facility were repriced at the rates of 8.0472% per annum and 7.8749% effective September 19, 2023 and 2024, respectively. Starting from September 19, 2025, the interest rate was adjusted to 7.1577% per annum.

Provided that no event of default has occurred and is continuing, STI ESG may prepay, after the second (2nd) anniversary date of the initial drawdown, all or part of the loan, together with the accrued interest and other charges accruing thereon up to the date of prepayment. Prepayments shall not be subject to any penalties if made on an interest rate resetting date. Otherwise, STI ESG shall pay the prepayment premium based on the principal amount to be prepaid (i) from the 2nd anniversary date of the Initial Drawdown up to the 5th anniversary date of the Initial Drawdown subject to prepayment penalty at 103%; (ii) After the 5th anniversary date of the Initial Drawdown until one business day before the loan maturity date at 100% of the prepaid amount.

The embedded floating interest rate and prepayment option on the loan drawdown with Chinabank was assessed as clearly and closely related to the loan, thus, not for bifurcation.

These loans are unsecured and are due based on the following original schedule:

Fiscal Year	Amount
2022	₱120,000,000
2023	240,000,000
2024	240,000,000
2025	240,000,000
2026	240,000,000
2027	120,000,000
	₱1,200,000,000

Breakdown of STI ESG's Term Loan with Chinabank follows:

	2025	2024
Balance at beginning of year	₱600,000,000	₱720,000,000
Repayments	(240,000,000)	(120,000,000)
Balance at end of year	360,000,000	600,000,000
Deferred finance cost	(1,786,990)	(3,277,036)
Balance at end of year	358,213,010	596,722,964
Less current portion	238,423,791	238,525,254
Noncurrent portion	₱119,789,219	₱358,197,710

On September 16, 2021, Chinabank approved STI ESG's request to allow a principal prepayment in the amount of ₱240.0 million. Further, Chinabank reduced the prepayment penalty from 3.0% to 1.5% based on the amount to be prepaid. On September 20, 2021, STI ESG made a prepayment aggregating to ₱243.9 million, inclusive of the 1.50% prepayment penalty. The prepayment was applied in the direct order of maturity and as such, applied on amortizations due on March 19, 2022 and September 19, 2022.

On September 23, 2022, Chinabank approved STI ESG's request to allow a principal prepayment in the amount of ₱240.0 million. On the same day, STI ESG made a prepayment aggregating to ₱244.5 million, inclusive of interests on the outstanding term loan facility covering September 19 to 23, 2022 and 1.50% prepayment penalty. The prepayment was applied in the direct order of maturity and as such, applied on scheduled amortizations due on March 19, 2023 and September 19, 2023. STI



ESG settled the principal payments due amounting to ₱120.0 million each on March 19, 2024 and September 19, 2024. Further, on March 19, 2025 and September 19, 2025, STI ESG made principal payments of ₱120.0 million each under the same Term Loan facility with Chinabank.

Financial Covenants. The Agreement prescribes that the following financial covenants shall be observed and computed based on STI ESG's unaudited interim consolidated financial statements as at and for the six-month period ending December 31 of each year and based on the audited consolidated financial statements as at and for the year ending June 30 of each year:

1. Debt-to-equity (D/E) ratio of not more than 1.50x, computed by dividing Total Liabilities by Total Equity. For purposes of this computation, Total Liabilities shall exclude Unearned Tuition and Other School Fees, and
2. Debt Service Cover Ratio (DSCR) of a minimum of 1.05x, which is the ratio of EBITDA to Debt Service.

“Total Liabilities” shall mean, for purposes of determining STI ESG's compliance with any required D/E Ratio, the total economic obligations of STI ESG (excluding unearned tuition and other school fees) that are recognized and measured in the fiscal year-end audited consolidated financial statements in accordance with PFRS Accounting Standards and GAAP, as may be applicable and unaudited consolidated financial statements ending December 31 of each year, as may be applicable.

“Total Equity” shall mean, for purposes of determining STI ESG's compliance with any required D/E Ratio, the amount of STI ESG's total stockholders' equity, recognized and measured in the fiscal year-end audited consolidated financial statements in accordance with PFRS Accounting Standards and GAAP, as may be applicable and unaudited consolidated financial statements ending December 31 of each year, as may be applicable.

On August 15, 2022, Chinabank approved the request of STI ESG for the waiver of the DSCR requirement for the periods ended June 30, 2023 and December 31, 2023. With the waiver, STI ESG is compliant with the above covenants as at December 31, 2023 and June 30, 2023. Under the Term Loan agreement, the Debt-to-equity ratio and DSCR testing is done semi-annually, that is, as at June 30 and December 31 of each year.

	2025	2024
Total liabilities ^(a)	₱3,716,786,223	₱4,131,238,695
Total equity	8,390,859,797	6,996,687,341
Debt-to-equity ratio	0.44:1.00	0.59:1.00

^(a)Excluding unearned tuition and other school fees

	2025	2024
EBITDA (see Note 3) ^(b)	₱2,589,109,533	₱1,992,058,511
Total interest-bearing liabilities ^(c)	762,528,616	834,054,745
Debt service cover ratio	3.40:1.00	2.39:1.00

^(b) EBITDA for the last twelve months

^(c) Total interest-bearing loans and interests due in the next twelve months

As at June 30, 2025 and 2024, STI ESG is compliant with the required covenants.

iACADEMY. On September 28, 2017, iACADEMY, as Borrower, and Neschester, as Third Party Mortgagor, entered into an Omnibus Loan and Security Agreement (Omnibus Agreement) with Chinabank granting iACADEMY a Term Loan Facility amounting to ₱800.0 million to refinance the



₱200.0 million short-term loan and partially finance the cost of construction of iACADEMY's Yakal campus. The long-term loan was secured by a real estate mortgage on the Yakal land and the building constructed thereon, and all other facilities, machineries equipment and improvements therein (see Note 11). The long-term loan would mature on the 10th year anniversary of the initial drawdown on the Term Loan Facility (the Loan Maturity Date). The maturity date of subsequent drawdowns made within the availability period should coincide with the Loan Maturity Date.

iACADEMY made the following drawdowns:

	Amount	Interest at Drawdown Date
September 29, 2017	₱200,000,000	4.4025%
January 10, 2018	130,000,000	4.4057%
April 5, 2018	240,000,000	4.6932%
May 15, 2018	130,000,000	5.1928%
October 26, 2018	100,000,000	7.9266%
	₱800,000,000	

The loan facility had a term of 10 years, with a 3-year grace period on the principal repayment. The initial principal payment was made on September 29, 2020, while interest was payable semi-annually in arrears every March 29 and September 29 of each year. The interest rate was repriced one business day prior to each of the later interest payment date of the two relevant interest periods. Interest rate is determined based on the 1-year PHP Bloomberg Valuation Service (BVAL) reference rate plus a margin of 1.50% per annum which interest rate shall in no case be lower than the sum of the BSP Overnight Lending Facility Rate and one-half percent (0.50%) per annum.

On various dates from September 2019 to March 2023, iACADEMY made several prepayments on the principal of the loan. These principal payments were in addition to the regular amortization payments made. Thus, as at June 30, 2023, the amount of the loan outstanding was ₱140.0 million.

iACADEMY settled the regular principal amortization amounting to ₱ 40.0 million on September 29, 2023.

On March 7, 2024, Chinabank approved iACADEMY's request for a partial principal prepayment amounting to ₱ 40.0 million and the waiver of the 3.0% prepayment penalty. Subsequently, iACADEMY made a partial prepayment amounting to ₱ 40.0 million on March 29, 2024. The prepayment was applied in the inverse order of maturity according to the repayment schedule. The regular principal amortization of ₱40.0 million was also settled on March 29, 2024.

On June 24, 2024, Chinabank approved iACADEMY's request to fully prepay the term loan and the waiver of the 3.0% prepayment penalty. On June 28, 2024, iACADEMY fully paid the ₱20.0 million loan balance.

Breakdown of iACADEMY's Term Loan for the year ended June 30, 2024 follows:

	Amount
Balance at beginning of year	₱140,000,000
Payments	(140,000,000)
Balance at end of year	—



Interest rate was repriced at 5.6699% per annum effective September 28, 2022. Starting September 28, 2023, the interest rate was adjusted to 8.0845% per annum.

iACADEMY incurred costs related to the availment of the loan amounting to ₱8.2 million. These costs were capitalized and amortized using the EIR method. These are presented as a contra-liability account in the consolidated statements of financial position. Amortization of transaction costs recognized as interest expense amounted to ₱0.4 million and ₱1.3 million for the years ended June 30, 2024 and 2023, respectively.

Financial Covenants. The Omnibus Agreement contains, among others, covenants regarding incurring additional debt and declaration of dividends, to the extent that such will result in a breach of the required debt service cover (DSCR) and debt-to-equity (D/E) ratios. The required financial ratios are:

- (1) DSCR of a minimum of 1.05x, which is the ratio of EBITDA for the immediately preceding twelve (12) months to debt service due in the next 12 months.
- (2) D/E ratio of not more than 2.0x, computed by dividing total liabilities (excluding unearned tuition and other school fees) by total equity.

iACADEMY had been compliant with the required financial covenants up to the date of the full settlement of the loan on June 28, 2024.

Corporate Notes Facility

In 2014, STI ESG entered into a Corporate Notes Facility Agreement with Chinabank for up to ₱3,000.0 million. From this facility, STI ESG drew ₱1,200.0 million in 2015, while STI WNU, Inc. drew ₱300.0 million under an accession agreement. The proceeds were used for capital expenditures and general corporate purposes.

The facility was subject to amendments in 2017 and 2021, which revised the interest rate structure, repayment terms, and financial covenants. Under the January 2021 amendment, the maturity was extended to September 19, 2026, with semi-annual amortization starting March 2023. The amendments resulted in the recognition of a loan premium of ₱8.3 million which was amortized over the remaining period of the loan.

Waivers for financial covenants were obtained from Chinabank in prior years, including temporary waivers of the DSCR requirement for the years ended June 30, 2023 and December 31, 2023.

STI ESG settled ₱30.0 million of principal in March 2023 and, on September 19, 2023, paid the remaining principal balance of ₱80.0 million in full. The unamortized premium of ₱3.1 million as of that date was derecognized and recorded as “Gain on early extinguishment of loan” in the consolidated statement of comprehensive income for the year ended June 30, 2024. As at June 30, 2024, the facility was fully settled.

Waivers of Certain Covenants

- a. On June 23, 2020, STI ESG requested Chinabank for the waiver of certain covenants in its Term Loan Agreement and Corporate Notes Facility Agreement in connection with STI ESG’s availment of the Land Bank of the Philippines (LandBank) ACcess to Academic Development to Empower the Masses towards Endless Opportunities (ACADEME) Program.



b. On July 23, 2020, Chinabank approved the waiver of the following covenants:

- 1) Assignment of revenues/income. STI ESG/Issuer was required not to assign, transfer or otherwise convey any right to receive any of its income or revenues except when such assignment, transfer, or conveyance was: (i) made on an arm's length basis under normal commercial terms; or (ii) required by Law; and, in either case, does not result in a Material Adverse Effect and provided that STI ESG/Issuer shall notify the Lender/Note Holder in the event that any of the above transactions were entered into with related parties or any of the Subsidiaries or Affiliates of STI ESG/Issuer;
- 2) Encumbrances. STI ESG/Issuer should not permit any Indebtedness to be secured by or to benefit from any Lien, in favor of any creditor or class of creditors on, or in respect of, any present or future assets or revenues of the Issuer or the right of the Issuer in receiving income; and
- 3) Ranking of Notes. STI ESG/Issuer was to ensure that for so long as any Note was outstanding, the Issuer would not incur or permit to arise any Indebtedness which ranked ahead of the Notes whether it was by virtue of being evidenced by a public instrument as provided by Article 2244, paragraph 14 of the Civil Code of the Philippines, as the same might have been amended from time to time, or otherwise.

LandBank ACADEME Program

On July 22, 2020, LandBank approved a ₱250.0 million Term Loan/Rediscounting Line Facility in favor of STI ESG under the ACADEME Lending Program, intended to finance the government's "study now, pay later" initiative for students affected by the COVID-19 pandemic. STI ESG drew an aggregate amount of ₱22.1 million in 2021, subject to 3% interest per annum.

STI ESG paid ₱9.5 million during the year ended June 30, 2023. The carrying value of the loan amounted to ₱3.0 million as at June 30, 2023 (nil as at June 30, 2025 and 2024). STI ESG settled the remaining principal amortizations amounting to ₱2.1 million and ₱0.9 million in August 2023 and January 2024, respectively. The Term Loan/Rediscounting Line Facility was fully paid as at June 30, 2024.

The Term Loan/Rediscounting Line Facility for STI ESG was secured by a Comprehensive Surety issued by STI Holdings in favor of LandBank executed in September 2020. This agreement remained effective until all obligations under the LandBank ACADEME Program were satisfied.

Interest Expense

Interest incurred on the loans (including amortization of debt issuance costs and premium) for the years ended June 30, 2025, 2024 and 2023 amounted to ₱155.0 million, ₱103.3 million and ₱82.3 million, respectively (see Note 23).

19. Bonds Payable

This account consists of:

	2025	2024
Fixed-rate bonds due 2027	₱820,000,000	₱820,000,000
Less unamortized debt issuance costs	3,293,987	5,032,725
	₱816,706,013	₱814,967,275



On March 23, 2017, STI ESG issued the first tranche of its ₱5,000.0 million fixed-rate bonds program under its 3-year shelf registration with the SEC which ended on March 9, 2020. The bonds, amounting to an aggregate of ₱3,000.0 million, were listed through the Philippine Dealing & Exchange Corp. (PDEX), with interest payable quarterly and were issued with a fixed rate 5.8085% for the 7-year series, due 2024, and 6.3756% for the 10-year series, due 2027.

Proceeds of the issuance were used to finance the campus expansion projects, refinance the short-term loans incurred for the acquisition of land, and for other general corporate requirements of STI ESG.

The bonds include an embedded derivative in the form of an early redemption option that gives STI ESG the option, but not the obligation, to redeem in whole (and not in part), the outstanding bonds before the relevant maturity date, based on a certain price depending on the fixed early redemption option dates. Management has assessed that the early redemption option is closely related to the bonds and would not require to be separated from the value of the bonds and accounted for as a derivative. Subsequent reassessment is required when there has been a change in the terms of the contract that significantly modifies the cash flows.

On March 23, 2024, the 7-year fixed rate bonds with a principal amount of ₱2,180.0 million matured and were fully redeemed by STI ESG in accordance with the terms of the Trust Agreement and the Supplemental Trust Agreement.

The bonds were rated ‘PRS A plus’ with a Positive Outlook by PhilRatings in November 2024. Obligations rated PRS A have favorable investment attributes and are considered as upper-medium grade obligations. Although these obligations are somewhat more susceptible to the adverse effects of changes in economic conditions, this indicates that the obligor’s capacity to meet its financial commitments on the obligation is still strong. The “plus” further qualifies the assigned rating. A “Positive Outlook” indicates that there is a potential for the present credit rating to be upgraded in the next 12 months.

A summary of the terms of STI ESG’s issued bonds follows:

Year Issued	Interest Payable	Term	Interest Rate	Principal Amount	Carrying Value		Features
					2025	2024	
2017	Quarterly	10 years	6.3756%	₱820,000,000	₱816,706,013	₱814,967,275	Callable from the 7th anniversary issue and every year thereafter until the 9th anniversary issue date

Covenants

The bonds provide certain restrictions and requirements with respect to, among others, change in majority ownership and management, merger or consolidation with other corporation resulting in loss of control over the overall resulting entity and sale, lease, transfer or otherwise disposal of all or substantially all of its assets. The bonds’ Trust Agreement and Supplemental Trust Agreement (“the Bond Trust Agreements”) also contain, among others, covenants regarding incurring additional debt and declaration of dividends. STI ESG is required to maintain a debt-to-equity (D/E) ratio of not more than 1.50:1.00 and Interest Coverage Ratio (ICR) of not less than 3:00:1.00 computed based on the consolidated financial statements. Testing of compliance with required ratios is done on June 30 and December 31 of each year.



STI ESG's debt-to-equity (D/E) ratio, as defined in the Bond Trust Agreements, as at June 30, 2025 and 2024 are 0.44:1.00 and 0.59:1.00, respectively.

In August 2020, STI ESG obtained the required consent of the holders of the Bonds (the "Record Bondholders"), which include among others, the waiver of the DSCR requirement up to June 30, 2023 (see Amendments to the Trust Agreement).

In April 2024, China Bank-Trust and STI ESG executed a second supplemental agreement to (i) replace the financial covenant on DSCR of not less than 1.05:1.00 with an ICR of not less than 3.00:1.00 and (ii) amendment of the definition of EBITDA (see discussions in the succeeding paragraphs). STI ESG's ICRs as at June 30, 2025 and 2024 are 14.95:1.00 and 9.37:1.00, respectively.

As at June 30, 2025 and 2024, STI ESG is compliant with the required covenants.

Supplemental Trust Agreement. On July 20, 2020, STI ESG delivered to China Banking Corporation – Trust and Asset Management Group, in its capacity as trustee (the "Trustee") for the Series 7Y Bonds due 2024 and the Series 10Y Bonds due 2027 (collectively, the "Bonds") a Consent Solicitation Statement (the "Consent Solicitation Statement") and the annexed Consent Form (the "Consent Form") in connection with the proposed amendments to the Trust Agreement dated March 10, 2017 (the "Trust Agreement") governing the Bonds issued by STI ESG. Pursuant to the Consent Solicitation Statement, STI ESG sought the consent of the Record Bondholders to certain proposed amendments to the Trust Agreement. The Proposed Amendments are (1) the waiver of Section 7.02(a) of the Trust Agreement which prohibits the Issuer from incurring or suffering to exist any Lien upon any assets or revenues, present and future, of the Issuer in relation to the requirement of LandBank to assign the sub-promissory notes to be executed by the parents or benefactors of the Issuer's students in favor of LandBank as security for the ACADEME Lending Program; (2) the waiver of Section 7.02(b) of the Trust Agreement which prohibits the Issuer from incurring Indebtedness or entering into any loan facility agreement secured by or to be secured by a lien upon any assets and revenues, present and future, whether registered or unregistered, of the Issuer, unless the Issuer has made or will make effective provisions, satisfactory to the Record Bondholders in the latter's absolute discretion, whereby the Lien thereby created will secure, on an equal first ranking and ratable basis, any and all obligations of the Issuer under the Trust Agreement and such other Indebtedness which the Lien purports to secure; (3) the waiver of Section 7.02(f) of the Trust Agreement which prohibits the Issuer from assigning, transferring or conveying its right to receive income or revenues insofar as such assignment relates to the requirement of LandBank to assign the subpromissory notes to be executed by the parents or benefactors of STI ESG's students in favor of LandBank as security for the ACADEME Lending Program; and (4) the waiver of the DSCR up to June 30, 2023, as provided under Section 7.01(k) of the Trust Agreement. The Proposed Amendments will not alter the interest rate or maturity date of the Bonds, the Issuer's obligation to make principal and interest payments on the Bonds, or the substantive effect of any other covenant or provision of the Bonds. The Trustee certified as of August 15, 2020, that it has obtained the required consent of the Record Bondholders holding or representing at least fifty percent (50.0%) plus one peso (Php1.00) of the aggregate principal amount of the Bonds to the Proposed Amendments to the Trust Agreement governing the Bonds.



On August 19, 2020, pursuant to the Consent Solicitation Statement, STI ESG and the Trustee executed the Supplemental Trust Agreement incorporating the Proposed Amendments, as follows:

- Amendments Relating to Negative Covenants Waiver

Effective as of the Execution Date, the following amendments shall be deemed to have been made to Section 7.02 (Negative Covenants of the Issuer) of the Trust Agreement:

(a) Section 7.02(a) of the Trust Agreement is hereby amended to read as follows: “directly or indirectly, incur or suffer to exist, or permit any Subsidiary to directly or indirectly incur or suffer to exist, any Lien other than Permitted Liens upon any assets and revenues, present and future, of the Issuer and its Subsidiaries, as the case may be, except for the assignment by the Issuer to LandBank of sub-promissory notes to be executed by the parents or benefactors of the Issuer’s students as security for the ACADEME Lending Program of LandBank”;

(b) Section 7.02(b) of the Trust Agreement is hereby amended to read as follows: “incur Indebtedness or enter into, or permit any Subsidiary to enter into, any loan facility agreement secured by or to be secured by a Lien upon any assets and revenues, present and future, whether registered or unregistered, of the Issuer or any Subsidiary, as the case may be, except for the assignment by the Issuer to LandBank of sub-promissory notes to be executed by the parents or benefactors of the Issuer’s students as security for the ACADEME Lending Program of LandBank”;

- Amendment Relating to DSCR Waiver

Effective as of the date stated in the Majority Bondholders’ Consent, the following amendment shall be deemed to have been made to Section 7.01(k) of the Trust Agreement:

(k) maintain and observe the following financial ratios:

- (i) DSCR of not less than 1.05:1:00, provided that this Debt Service Coverage Ratio requirement shall be waived up to June 30, 2023.

Second Supplemental Trust Agreement. On April 8, 2024, STI ESG delivered to China Banking Corporation through its Trust and Asset Management Group, the “Trustee” for the Series 10Y Bonds due 2027, the Consent Solicitation Statement and the annexed Consent Form seeking the amendments to the Trust Agreement dated March 10, 2017 (the “Trust Agreement”) and Supplemental Trust Agreement dated August 19, 2020 governing the Bonds issued by STI ESG. The proposed amendments are the (i) replacement of the financial covenant on Debt Service Coverage Ratio of not less than 1.05:1.00 with an ICR of not less than 3.00:1.00 and (ii) amendment of the definition of EBITDA.

ICR means the EBITDA with reference to STI ESG’s audited or unaudited, as the case may be, consolidated financial statements for the immediately preceding twelve (12) months, divided by the interest due for the next twelve (12) months. The term “EBITDA” shall mean the net income of STI ESG based on the consolidated financial statements for the immediately preceding twelve (12) months for that relevant period after adding back (a) depreciation and amortization, (b) interest and other financial expenses, (c) income tax, and adding back or deducting, as applicable (d) all other items as enumerated in the EBITDA computation shown in the quarterly and annual consolidated financial statements of STI ESG, each item determined in accordance with PFRS Accounting Standards.

The proposed amendments on the use of the ICR will better reflect the financial capability of STI ESG to service the interest payments on the Bonds and other loans as they fall due and shall also provide STI ESG with operational flexibility. The Proposed Amendment revising the definition of EBITDA will better gauge the core profitability of STI ESG and the cash income it generates year on year.



On April 23, 2024, the Trustee certified that it has obtained the consent of the bondholders as of April 1, 2024 of the Series 10Y Bonds due 2027, holding or representing at least fifty percent (50%) plus one peso (Php1.00) of the aggregate principal amount of the said bonds then outstanding, who have validly executed and properly delivered consent forms to the Trustee, in accordance with the terms of the Consent Solicitation Statement.

Thus, on April 26, 2024, pursuant to the Consent Solicitation Statement, STI ESG and China Banking Corporation, through its Trust and Asset Management Group, executed the “Second Supplemental Trust Agreement” to effect the amendments to the Trust Agreement dated March 10, 2017 and Supplemental Trust Agreement dated August 19, 2020.

Following are the amendments made:

Section 7.01(k) of the Amended Trust Agreement shall be amended as set forth below:

“Section 7.01 Affirmative Covenants of the Issuer

The Issuer hereby covenants and agrees that, for as long as the Bonds or any portion thereof remain outstanding, the Issuer shall:

(k) maintain and observe the following financial ratios:

- (i) an Interest Coverage Ratio of not less than 3.00:1.00; and
- (ii) a maximum Debt-to-Equity Ratio of 1.5:1.0.

For purposes of this Section 7.01(k):

- (iii) the term “Interest Coverage Ratio” means (a) the Issuer’s EBITDA utilizing the Issuer’s audited or unaudited, as the case may be, consolidated financial statements for the immediately preceding twelve (12) months, divided by (b) the interest due for the next twelve (12) months.
- (iv) the term “EBITDA” shall mean the net income of the Issuer based on the consolidated financial statements for the immediately preceding twelve (12) months for that relevant period after adding back (a) depreciation and amortization, (b) interest and other financial expenses, (c) income tax, and adding back or deducting, as applicable (d) all other items as enumerated in the EBITDA computation shown in the quarterly and annual consolidated financial statements of the Issuer, each item determined in accordance with PFRS.”

All references in the Amended Trust Agreement to the defined term “Debt Service Coverage Ratio” or “DSCR” shall be replaced by ICR, as applicable.

STI ESG’s D/E ratio and ICR, as defined in the Second Supplemental Trust Agreement, as at June 30, 2025 and 2024 are as follows:

	2025	2024
Total liabilities ^(a)	₱3,716,786,223	₱4,131,238,695
Total equity	8,390,859,797	6,996,685,045
Debt-to-equity ratio	0.44:1.00	0.59:1.00

^(a)Excluding unearned tuition and other school fees



	2025	2024
EBITDA (see Note 3) ^(b)	₱2,589,109,533	₱1,992,058,511
Total interest payments ^(c)	173,181,158	212,659,106
Interest coverage ratio	14.95:1.00	9.37:1.00

^(b) EBITDA for the last twelve months

^(c) Total interests due in the next twelve months

As at June 30, 2025 and 2024, STI ESG has complied with the required covenants.

Bond Issuance Costs

STI ESG incurred costs related to the issuance of the bonds in 2017 amounting to ₱53.9 million. These costs were capitalized and amortized using the EIR method. The carrying value of the unamortized bond issuance costs amounted to ₱3.3 million and ₱5.0 million at June 30, 2025 and 2024, respectively. Amortization of bond issuance costs amounting to ₱1.7 million, ₱6.5 million and ₱7.9 million for the years ended June 30, 2025, 2024 and 2023, respectively, were recognized as part of “Interest expense” account in the consolidated statements of comprehensive income.

Interest Expense

Interest expense (including amortization of bond issuance costs) associated with the bonds payable recognized in the consolidated statements of comprehensive income amounted to ₱54.0 million, ₱151.0 million and ₱186.8 million for the years ended June 30, 2025, 2024 and 2023, respectively (see Note 23).

20. Other Noncurrent Liabilities

	2025	2024
Refundable deposits - net of current portion (see Notes 17 and 29)	₱14,162,970	₱30,125,618
Advance rent - net of current portion (see Notes 17 and 29)	13,396,319	44,992,331
Deferred lease liability	2,424,852	7,228,397
Deferred output VAT	346,616	347,305
Deposit for future stock subscription	—	8,000,000
	₱30,330,757	₱90,693,651

Refundable deposits are held by the Group throughout the term of the lease and are refunded in full to the lessee at the end of the lease term if the lessee has performed fully and observed all of the conditions and provisions in the lease. Refundable deposits are presented in the consolidated statements of financial position at amortized cost. The difference between the fair value at initial recognition and the notional amount of the refundable deposit is charged to “Deferred lease liability” and amortized on a straight-line basis over the respective lease term.

Advance rent pertains to amounts received by the Group which will be earned and applied to future rentals for periods more than one year after the reporting date.

Deposit for future stock subscription represents the contribution received by STI Training Academy from a third party as advance payment for future subscription to its shares of stock. As at June 30, 2025, the contribution for STI Training Academy was reclassified to “Equity attributable to non-controlling interests” under the equity section of the consolidated statement of financial position, upon meeting the required criteria for classification under the equity section.



21. Equity

Capital Stock

Details as at June 30, 2025 and 2024 are as follows:

	Shares	Amount
Common stock - ₱0.50 par value per share		
Authorized	10,000,000,000	₱5,000,000,000
Issued and outstanding	9,904,806,924	4,952,403,462

Set out below is the Parent Company's track record of registration of its securities:

Date of Approval	Number of Shares		Issue/ Offer Price
	Authorized	Issued	
December 4, 2007 ^(a)	1,103,000,000	307,182,211	₱0.50
November 25, 2011 ^(b)	1,103,000,000	795,817,789	0.60
September 28, 2012 ^(c)	10,000,000,000	5,901,806,924	2.22
November 7, 2012	10,000,000,000	2,627,000,000	0.90
November 28, 2012	10,000,000,000	273,000,000	0.90

^(a) Date when the registration statement covering such securities was rendered effective by the SEC.

^(b) Date when the Parent Company filed SEC form 10-1(k) (Notice of Exempt Transaction) with the SEC in accordance with the Securities Regulation Code and its Implementing Rules and Regulations.

^(c) Date when the SEC approved the increase in authorized capital stock.

As at June 30, 2025 and 2024, the Parent Company has a total number of shareholders on record of 1,258 and 1,264, respectively.

Cost of Shares Held by a Subsidiary

This account represents 432.4 million shares and 500.4 million shares of STI Holdings owned by STI ESG amounting to ₱430.5 million and ₱498.1 million as at June 30, 2025 and 2024, respectively, which are treated as treasury shares in the consolidated statements of financial position.

In August and September 2024, STI ESG sold a portion of its investment in STI Holdings for a total consideration of ₱25.0 million, reducing its shareholding by 23.0 million shares, from 500.4 million shares to 477.4 million shares. In January 2025, STI ESG sold an aggregate of 45.0 million shares of its investments in STI Holdings for a total consideration of ₱63.0 million, further reducing STI ESG's shareholding to 432.4 million shares. As a result, STI ESG's ownership interest in STI Holdings decreased from 5.05% to 4.37% as at June 30, 2025. These partial disposals of STI ESG's shares in STI Holdings resulted in recognition of additional paid-in capital aggregating to ₱20.3 million, presented in the consolidated statement of changes in equity for the year ended June 30, 2025.

In August 2025, STI ESG sold additional STI Holdings shares aggregating to 185.0 million shares for a total consideration of ₱277.5 million. This further reduced STI ESG's shareholding to 247.4 million shares, decreasing STI ESG's ownership interest in STI Holdings from 4.37% to 2.50%.

Dividends received by STI ESG related to STI Holdings shares amounting to ₱21.5 million, ₱15.0 million and ₱7.5 million for the years ended June 30, 2025, 2024 and 2023, respectively, were offset against the dividends declared as shown in the consolidated statements of changes in equity.



Other Comprehensive Income and Non-controlling Interests

2025			
	Attributable to Equity Holders of the Parent Company	Non- controlling interests	Total
Cumulative actuarial gain (see Note 28)	₱78,504,031	₱585,812	₱79,089,843
Fair value changes in equity instruments at FVOCI (see Note 15)	17,367,840	250,012	17,617,852
Share in associates' other comprehensive income (see Note 13)	321,455	7,851	329,306
	₱96,193,326	₱843,675	₱97,037,001
2024			
	Attributable to Equity Holders of the Parent Company	Non- controlling interests	Total
Cumulative actuarial gain (see Note 28)	₱44,378,717	₱70,052	₱44,448,769
Fair value changes in equity instruments at FVOCI (see Note 15)	20,349,810	289,510	20,639,320
Share in associates' other comprehensive income (see Note 13)	321,455	7,851	329,306
	₱65,049,982	₱367,413	₱65,417,395
2023			
	Attributable to Equity Holders of the Parent Company	Non-controlling interests	Total
Cumulative actuarial gain (loss) (see Note 28)	₱5,481,945	(₱421,787)	₱5,060,158
Fair value changes in equity instruments at FVOCI (see Note 15)	15,104,760	219,399	15,324,159
Share in associates' other comprehensive income (see Note 13)	321,455	7,851	329,306
	₱20,908,160	(₱194,537)	₱20,713,623

Equity attributable to non-controlling interests as at June 30, 2025 includes deposit for future stock subscriptions of a non-controlling interest holder in STI Training Academy amounting to ₱8.0 million, which was reclassified from “Other noncurrent liabilities” account upon STI Training Academy’s submission of application for increase in authorized capital stock in August 2024 (see Note 20). As at October 13, 2025, the application for increase in STI Training Academy's authorized capital stock is pending approval by the SEC.

Dividends declared by subsidiaries to non-controlling interest owners amounted to ₱6.2 million, ₱8.4 million and ₱2.9 million for the years ended June 30, 2025, 2024 and 2023, respectively.



Retained Earnings

- a. On December 18, 2024, the Parent Company's BOD declared cash dividends amounting to ₱0.045 per share or the aggregate amount of ₱445.7 million in favor of all stockholders of record as at January 9, 2025, paid on January 31, 2025.

On December 21, 2023, cash dividends amounting to ₱0.030 per share or the aggregate amount of ₱297.1 million were declared by the Parent Company's BOD in favor of all stockholders of record as at January 10, 2024, paid on January 31, 2024.

On December 19, 2022, cash dividends amounting to ₱0.015 per share or the aggregate amount of ₱148.6 million were declared by the Parent Company's BOD in favor of all stockholders of record as at January 6, 2023, paid on January 31, 2023.

- b. Consolidated retained earnings include retained earnings of subsidiaries amounting to ₱6,206.3 million and ₱4,598.5 million as at June 30, 2025 and 2024, respectively, which are not available for dividend declaration. The Parent Company's retained earnings available for dividend declaration, computed based on the guidelines provided in the SEC Memorandum Circular No. 16 of 2023, amounted to ₱2,054.3 million and ₱2,048.5 million as at June 30, 2025 and 2024, respectively.

Policy on Dividends Declaration. On September 29, 2017, the Parent Company's BOD adopted a policy on the declaration of dividends starting with Fiscal Year 2017-2018.

The BOD approved a dividend declaration policy of not less than 25.0% of the core income of STI Holdings from the previous fiscal year, subject to compliance with the requirements of applicable laws and regulations, statutory limitations and/or restrictions, terms and conditions which may be imposed on STI Holdings by lenders or other financial institutions, and its investment plans and financial condition.

Core income is defined as consolidated net income after income tax derived from STI Holdings' main business which is education, and other recurring income.

The amount of dividends will be reviewed periodically by the BOD in light of the earnings, financial conditions, cash flows, capital requirements and other considerations, while maintaining a level of capitalization that is commercially sound and sufficient to ensure that the Parent Company can operate on a standalone basis.

Dividends shall be declared and paid out of the Parent Company's unrestricted retained earnings which shall be payable in cash, property or stock to all shareholders on the basis of outstanding stock held by them. Unless otherwise required by law, the BOD, at its sole discretion, shall determine the amount, type and date of payment of the dividends to the shareholders, taking into account various factors, including:

- the level of the Parent Company's earnings, cash flow, return on equity and retained earnings;
- its results for and its financial condition at the end of the year in respect of which the dividend is to be paid and its expected financial performance;
- the projected levels of capital expenditures and other investment programs;
- restrictions on payments of dividends that may be imposed on it by any of its financing arrangements and current or prospective debt service requirements; and
- such other factors as the BOD deems appropriate.



Other Equity Reserve

Other equity reserve primarily consists of equity adjustment amounting to ₱1.7 billion resulting from the share swap transaction of the Parent Company with the shareholders of STI ESG, as discussed in Note 1.

Other equity reserve also includes the impact of common control transactions and certain transactions with non-controlling interest holders such as merger of entities within the Group and acquisition of non-controlling interests.

22. Revenues

Disaggregated Revenue Information

The disaggregated revenue information is presented in the consolidated statements of comprehensive income and segment information, as discussed in Note 3 to the consolidated financial statements, in a manner that reflects the various sources and categories of revenues generated by the Group for the years ended June 30, 2025, 2024 and 2023.

Timing of Revenue Recognition

	2025	2024	2023
Services transferred over time	₱5,343,808,134	₱4,494,757,123	₱3,237,425,204
Goods and services transferred at a point in time	215,653,673	205,566,545	168,042,749
	₱5,559,461,807	₱4,700,323,668	₱3,405,467,953

Contract Balances

The Group's receivables are disclosed in Note 6 while the contract liabilities are presented as "Unearned tuition and other school fees" in the consolidated statements of financial position. There is no significant change in the contract liability and the timing of revenue recognition for SY2024-2025 and SY2023-2024.

Revenue recognized from amounts included in the contract liabilities at the beginning of the period amounted to ₱171.4 million, ₱141.1 million and ₱116.8 million for the years ended June 30, 2025, 2024 and 2023, respectively.

There was no revenue recognized from performance obligations satisfied in previous years for the years ended June 30, 2025, 2024, and 2023.

Performance Obligations

The performance obligations related to revenue from tuition and other school fees are satisfied over time since the students and the franchisees receive and consume the benefit provided by the Group upon performance of the services. The payment for these services is normally due within the related school term(s).

The performance obligations related to revenues from educational services and royalty fees are also satisfied over time since the franchised schools receive and consume the benefit provided by the Group upon performance of the services. The payment for these services is normally due within thirty (30) days.



On the other hand, the performance obligations related to the sale of educational materials and supplies and other revenues are satisfied upon receipt by the customers since the control of the goods and products is transferred at this point. The payment for the sale of educational materials and supplies is generally due within thirty (30) days from delivery.

As at June 30, 2025 and 2024, the transaction price allocated to the remaining performance obligations (unsatisfied or partially satisfied) which are expected to be satisfied within one year amounted to ₱242.8 million and ₱171.4 million, respectively. This represents advance payment for tuition and other school fees for the school year commencing after the financial reporting date and will be recognized as tuition and other school fees within the related school term(s). On the other hand, the Group does not have any performance obligations that are expected to be satisfied in more than one year.

23. Interest Income and Interest Expense

Sources of interest income are as follows:

	2025	2024	2023
Cash and cash equivalents (see Note 5)	₱50,164,024	₱51,155,982	₱16,711,920
Past due receivables (see Note 6)	6,990,318	6,441,145	5,820,824
Others	240,006	80,587	62,594
	₱57,394,348	₱57,677,714	₱22,595,338

Sources of interest expense are as follows:

	2025	2024	2023
Interest-bearing loans and borrowings (see Note 18)	₱155,021,045	₱103,266,244	₱82,281,389
Bonds payable (see Note 19)	54,018,658	150,979,292	186,813,143
Lease liabilities (see Note 29)	35,448,863	34,666,187	33,139,748
Others	2,943,690	4,389,672	8,784,844
	₱247,432,256	₱293,301,395	₱311,019,124

24. Cost of Educational Services

	2025	2024	2023
Faculty salaries and benefits (see Note 27)	₱654,635,549	₱574,421,385	₱434,472,779
Depreciation and amortization (see Notes 11 and 16)	426,113,229	386,064,977	384,604,355
Student activities and programs	240,100,512	243,089,138	141,439,488
Infrastructure and software maintenance	36,760,302	34,327,276	32,904,196
School materials and supplies	32,251,055	31,585,338	9,807,567
Rental (see Note 29)	30,435,481	29,663,477	24,713,816
Courseware development costs	1,811,602	1,703,088	3,727,475
Others	14,013,522	17,397,702	8,340,923
	₱1,436,121,252	₱1,318,252,381	₱1,040,010,599



25. Cost of Educational Materials and Supplies Sold

	2025	2024	2023
Educational materials and supplies	₱80,542,724	₱88,654,988	₱83,025,948
Promotional materials	12,312,870	14,047,464	7,577,876
	₱92,855,594	₱102,702,452	₱90,603,824

26. General and Administrative Expenses

	2025	2024	2023
Salaries, wages and benefits (see Note 27)	₱487,138,819	₱467,261,558	₱378,969,060
Depreciation and amortization (see Notes 11, 12 and 16)	254,675,657	239,059,583	228,795,745
Light and water	228,236,672	182,352,592	162,612,112
Outside services	173,883,534	154,406,805	123,792,905
Professional fees	112,995,751	100,855,267	82,160,272
Taxes and licenses	66,100,381	45,590,196	37,647,631
Provision for:			
Expected credit losses (see Note 6)	59,865,757	30,463,772	85,222,460
Inventory obsolescence (see Note 7)	325,461	1,013,523	5,601,458
Impairment of goodwill (see Note 16)	—	14,268,891	—
Impairment of investments in and advances to associates and joint venture (see Note 13)	—	1,650,340	—
Advertising and promotions	51,790,231	52,594,676	41,129,952
Repairs and maintenance	49,702,249	46,823,774	40,917,234
Transportation	43,680,573	39,313,699	33,810,126
Meetings and conferences	26,662,858	24,218,836	21,942,686
Insurance	22,419,716	20,046,483	17,066,209
Office supplies	16,665,796	11,424,364	11,598,032
Entertainment, amusement and recreation	16,027,081	18,107,420	13,095,556
Rental (see Note 29)	12,967,330	12,468,643	10,577,723
Communication	11,402,062	11,822,826	11,499,109
Association dues	9,980,243	5,830,526	2,094,983
Payment channels and bank charges	8,072,719	4,889,308	2,439,590
Infrastructure and software maintenance	2,830,223	8,492,904	5,313,857
Others	11,418,246	5,592,729	14,521,326
	₱1,666,841,359	₱1,498,548,715	₱1,330,808,026



27. Personnel Costs

	2025	2024	2023
Salaries and wages (see Notes 24 and 26)	₱975,680,924	₱872,215,886	₱702,369,984
Pension expense (see Note 28)	23,282,647	43,751,131	18,219,693
Other employee benefits	142,810,797	125,715,926	92,852,162
	₱1,141,774,368	₱1,041,682,943	₱813,441,839

28. Pension Plans

The Group has separate funded and unfunded, noncontributory, defined benefit pension plans covering substantially all of its faculty members and regular employees. The benefits are based on the employees' salaries and length of service.

Under the existing regulatory framework, RA No. 7641 (Retirement Pay Law) requires a provision for retirement pay to qualified private sector employees in the absence of any retirement plan in the entity, provided however that the employee's retirement benefits under any collective bargaining and other agreements shall not be less than those provided under the law. The law does not require minimum funding of the plan.

Retirement benefits are payable in the event of termination of employment due to: (i) early, normal, or late retirement; (ii) physical disability; (iii) voluntary resignation; or (iv) involuntary separation from service. For plan members retiring under normal, early or late terms, the retirement benefit is equal to a percentage of final monthly salary for every year of credited service.

In case of involuntary separation from service, the benefit is determined in accordance with the Termination Pay provision under the Philippine Labor Code or similar legislation on involuntary termination.

The funds are administered by the trustee banks under the supervision of the Board of Trustees of the plan. The Board of Trustees is responsible for the investment of the assets. It defines the investment strategy as often as necessary, at least annually, especially in the case of significant market developments or changes to the structure of the plan participants. When defining the investment strategy, it takes account of the plans' objectives, benefit obligations and risk capacity. The investment strategy is defined in the form of a long-term target structure (Investment policy). The Board of Trustees implements the Investment policy in accordance with the investment strategy as well as various principles and objectives.

On June 20, 2024, the BOD of STI ESG approved the "STI Education Services Group, Inc. Multi-Employer Retirement Plan (STI ESG Multi-employer Retirement Plan)". As at October 13, 2025, STI ESG is in the process of completing the necessary requirements to update its retirement plan registered with the BIR.



The following tables summarize the components of the Group's net pension expense recognized in the consolidated statements of comprehensive income for the years ended June 30, 2025, 2024 and 2023 and the net pension assets/liabilities recognized in the consolidated statements of financial position as at June 30, 2025, 2024 and 2023:

	2025	2024	2023
Pension expense (recognized under "Salaries, wages and benefits" account):			
Current service cost	₱13,256,195	₱13,129,593	₱11,360,639
Past service cost	1,344,442	21,903,585	—
Net interest cost	8,682,010	8,717,953	6,859,054
	₱23,282,647	₱43,751,131	₱18,219,693
	2025	2024	2023
Net pension liabilities (recognized in the consolidated statements of financial position):			
Present value of defined benefit obligations	₱283,036,032	₱255,917,521	₱219,785,836
Fair value of plan assets	(182,938,370)	(126,136,530)	(79,986,514)
	₱100,097,662	₱129,780,991	₱139,799,322

The Group offsets its pension assets and pension liabilities on a per company basis for presentation in the consolidated statements of financial position since pension assets are restricted for the settlement of pension liabilities only.

	2025	2024	2023
Changes in the present value of defined benefit obligations:			
Balance at beginning of year	₱255,917,521	₱219,785,836	₱186,297,728
Current service cost	13,256,195	13,129,593	11,360,639
Past service cost	1,344,442	21,903,585	—
Interest cost	17,145,296	13,703,300	11,901,428
Benefits paid	(15,602,136)	(4,229,091)	(9,179,694)
Actuarial loss (gain) on obligations:			
Deviations of experience from assumptions	929,252	8,413,738	8,052,313
Financial assumptions	10,045,462	(16,789,440)	11,353,422
Balance at end of year	₱283,036,032	₱255,917,521	₱219,785,836
Changes in the fair value of plan assets:			
Balance at beginning of year	₱126,136,530	₱79,986,514	₱77,642,301
Interest income	8,463,286	4,985,347	5,042,374
Contributions	14,489,495	10,034,827	5,869,249
Benefits paid	(15,602,136)	(4,229,091)	(9,179,694)
Actuarial gain on plan assets	49,451,195	35,358,933	612,284
Balance at end of year	₱182,938,370	₱126,136,530	₱79,986,514



The principal assumptions used in determining pension liabilities of the Group are shown below:

	2025	2024	2023
Discount rate	6.69%-6.74%	6.21%-6.22%	5.03%-6.52%
Future salary increases	3.00%-8.00%	4.00%-8.00%	4.00%-5.00%

As of June 30, 2025, the discount rate and future salary increase rate range from 6.33% to 6.74% and from 4.00% to 8.00%, respectively.

The maximum economic benefit available is a combination of expected refunds from the plan and reductions in future contributions.

The major categories of the Group's total plan assets as a percentage of the fair value of the total plan assets are as follows:

	2025	2024	2023
Cash and cash equivalents	4%	0%	0%
Short-term fixed income	33%	49%	61%
Investments in equity securities	63%	50%	33%
Investments in debt securities	0%	1%	6%
	100%	100%	100%

The plan assets of the Group are maintained by the respective Trust Departments of the Union Bank of the Philippines, Land Bank, and Rizal Commercial Banking Corporation Trust and Investments Group (RCBC Trust).

Details of the Group's net assets available for plan benefits and their related market values are as follows:

	2025	2024
Cash	₱6,965,343	₱408,199
Short-term fixed income	60,537,388	61,819,089
Investments in:		
Equity securities	114,473,089	62,932,774
Government securities	961,773	969,961
Others	777	6,507
	₱182,938,370	₱126,136,530

Short-term Fixed Income. Short-term fixed income investment includes time deposits and special savings deposits.

Investments in Equity Securities. Investments in equity securities pertain to STI ESG's Retirement Fund investment in the shares of the Parent Company which has a fair value of ₱1.64 and ₱0.90 per share as at June 30, 2025 and 2024, respectively.

As at June 30, 2025, total unrealized gains from investments in equity securities of a related party amounted to ₱51.7 million, while unrealized losses of ₱28.0 million as at June 30, 2025 were recognized as at June 30, 2024.



Investments in Debt Securities. As at June 30, 2025, investments in debt securities of STI ESG consist of retail treasury bonds maturing on October 20, 2026, with an interest rate of 6.25% per annum. These investments such as investments in government securities include treasury bills and fixed-term treasury notes with maturities ranging from two (2) months to three (3) years and bear interest rates ranging from 4.90% to 6.13%. These securities are fully guaranteed by the Government of the Republic of the Philippines.

Management performs an Asset-Liability Matching Study annually. The overall investment policy and strategy of the Group's defined benefit plans are guided by the objective of achieving an investment return which, together with contributions, ensures that there will be sufficient assets to pay pension benefits as they fall due while also mitigating the various risk of the plans.

The average duration of the defined benefit obligation of the entities in the Group as at June 30, 2025 ranges from 13 to 16 years.

Shown below is the maturity analysis of the undiscounted benefit payments as at June 30, 2025 and 2024:

	2025	2024
Less than one year	₱96,658,936	₱94,133,115
More than one year to five years	76,600,668	66,358,674
More than five years to ten years	142,187,430	128,346,554
More than ten years to fifteen years	210,238,780	155,667,788
More than fifteen years to twenty years	251,844,660	250,536,418
More than twenty years	307,647,879	224,061,647

The Group expects to contribute ₱10.3 million to its retirement fund in 2026.

The sensitivity analysis below has been determined based on reasonably possible changes of each significant assumption on the defined benefit obligation as at the end of the reporting period, assuming all other assumptions are held constant:

	Effect on Present Value of Define Benefit Obligation		
	2025	2024	2023
Discount rates			
Increase by 1%	(₱16,511,652)	(₱15,178,823)	(₱13,703,195)
Decrease by 1%	19,790,639	16,691,831	16,309,156
Future salary increases			
Increase by 1%	20,031,996	17,033,996	16,291,595
Decrease by 1%	(17,391,945)	(15,040,385)	(14,065,887)
Employee turnover			
Increase by 10%	2,471,499	1,874,012	2,625,302
Decrease by 10%	(2,471,499)	(1,874,012)	(2,625,302)

29. Leases

As Lessor

The Group entered into several lease agreements, as lessors, on their buildings and condominium units under operating lease agreements with varying terms and periods. Certain leases are subject to annual repricing based on a pre-agreed rate.



As discussed in note 12, iACADEMY leases a building in Makati City. On September 6, 2022, iACADEMY entered into a sublease agreement with a third party on this leased building, particularly the ground floor unit 1 and the entirety of the second floor up to and including the roof deck of the building, for a period of five (5) years commencing on March 15, 2023, and ending on March 14, 2028. Beginning August 1, 2023, the subleased premises included the ground floor units 2 and 3. On March 7, 2025, iACADEMY and the third party executed a Termination Deed, pre-terminating the sublease agreement effective June 30, 2025. Under the Termination Deed, the security deposit and advance rentals were agreed to be forfeited in favor of iACADEMY. Accordingly, a gain on termination of the lease amounting to ₱51.7 million was recognized in profit or loss in the consolidated statement of comprehensive income for the year ended June 30, 2025. On July 31, 2025, the third party paid iACADEMY a total of ₱43.5 million in rental fees covering the period from July to December 2025, pursuant to the terms of the Termination Deed.

On April 29, 2021, a telecommunication company entered into a sublease contract with iACADEMY for the lease of a portion of the roof deck of the leased building for its cell site for a period of 8 years effective May 1, 2021 until April 30, 2029.

The Group also earns rental income from occasional use of the Group's properties primarily used for school operations such as auditorium, classrooms and gymnasiums.

Total rental income for the years ended June 30, 2025, 2024 and 2023 amounted to ₱215.8 million, ₱197.9 million and ₱178.1 million, respectively (see Notes 12 and 31).

The Group receives refundable deposits as security for its observance and faithful compliance with the terms and conditions of the lease agreements and advanced rental payment which will be applied on the last months of the lease. The current and noncurrent portion of advance rent and deposit liabilities are recorded under "Accounts payable and other current liabilities" and "Other noncurrent liabilities" account, respectively, in the consolidated statements of financial position. These pertain to the advances and refundable deposits made by the respective lessees of iACADEMY and STI ESG (see Notes 17 and 20).

Future minimum rental receivable for the remaining lease terms as at June 30, 2025 and 2024 follows:

	2025	2024
Within one year	₱81,324,241	₱178,756,280
After one year but not more than five years	105,324,684	353,666,964
Total	₱186,648,925	₱532,423,244

As Lessee

The Group leases land and building spaces, where the corporate office and schools are located, under operating lease agreements with varying terms and periods ranging from 1 to 25 years. The lease rates are subject to annual repricing based on a pre-agreed rate. Certain transportation equipment were acquired under lease agreements with varying terms and periods ranging from 3 to 5 years.

Total rental expense charged to operations for the years ended June 30, 2025, 2024 and 2023 amounted to ₱43.4 million, ₱42.1 million and ₱35.3 million, respectively (see Notes 24 and 26).

The Group paid the lessors refundable deposits equivalent to several months of rental payments as security for their observance and faithful compliance with the terms and conditions of the agreement (see Note 16).



The following are the amounts recognized in the consolidated statements of comprehensive income:

	2025	2024	2023
Depreciation expense of right-of-use assets included in property and equipment and investment properties (see Notes 11 and 12)	₱89,781,986	₱88,752,980	₱85,474,468
Interest expense on lease liabilities (see Note 23)	35,448,863	34,666,187	33,139,748
Expenses relating to short-term leases (see Notes 24 and 26)	40,157,502	40,070,808	32,729,999
Variable lease payments (see Notes 24 and 26)	3,245,309	2,061,312	2,561,540
	₱168,633,660	₱165,551,287	₱153,905,755

The rollforward analysis of lease liabilities are as follows:

	2025	2024
Balance at beginning of year	₱490,073,264	₱536,759,779
Additions (see Note 11)	72,516,280	41,099,396
Interest expense (see Note 23)	35,448,863	34,666,187
Payments	(121,524,008)	(122,452,098)
Lease termination (see Note 11)	(15,464,419)	—
Balance at end of year	461,049,980	490,073,264
Less current portion	91,386,106	86,894,606
Noncurrent portion	₱369,663,874	₱403,178,658

STI ESG amended its original lease agreement for STI Laoag, a school owned and operated by STI ESG, which previously covered only parts of the leased building to now leasing the entire structure. The original lease agreement, which was set to expire on September 1, 2027, was effectively terminated and replaced with a revised lease agreement. The new lease agreement covers the lease of the entire building, with a monthly rental of ₱0.5 million for a five-year term ending in May 2029.

The termination of the previous lease resulted in the derecognition of the related ROU asset for the building, with a carrying value of ₱13.9 million. STI ESG likewise recognized a gain on termination of lease amounting to ₱1.6 million, representing the difference between the carrying value of the ROU asset and the lease liability as of the lease termination date. This gain is reported as part of “Other income (expense)” in the Group’s consolidated statement of comprehensive income for the year ended June 30, 2025. On the other hand, the new lease agreement for STI Laoag resulted in the recognition of an ROU Asset - Building amounting to ₱26.4 million. Similarly, STI ESG, entered into new lease agreements for STI Fairview and STI Puerto Princesa. The new lease agreements resulted in the recognition of an ROU asset - Building aggregating to ₱23.2 million (see Note 11).

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

	2025	2024
Within one year	₱121,772,679	₱117,581,149
After one year but not more than five years	319,160,384	372,407,921
More than five years	138,779,577	165,447,518
Total	₱579,712,640	₱655,436,588



30. Income Tax

All domestic subsidiaries qualifying as private educational institutions are subject to tax under RA No. 8424, “An Act Amending the National Internal Revenue Code, as amended, and For Other Purposes” which was passed into law effective January 1, 1998. Title II Chapter IV - Tax on Corporations - Sec 27(B) of the said Act defines and provides that: a “Proprietary Educational Institution” is any private school maintained and administered by private individuals or groups with an issued permit to operate from DepEd, CHED, or TESDA, as the case may be, in accordance with the existing laws and regulations and shall pay a tax of ten percent (10.0%) on its taxable income.

Pursuant to RA No. 11534, otherwise known as the “Corporate Recovery and Tax Incentives for Enterprises (CREATE)” Act, the following changes in tax rates became effective on July 1, 2023 as outlined in Revenue Memorandum Circular (RMC) 69-2023:

- Minimum corporate income tax (MCIT) rate has reverted to 2.0% of gross income from a reduced rate of 1.0% that was in effect from July 1, 2020 to June 30, 2023.
- Preferential income tax rate for proprietary educational institutions and hospitals which are nonprofit has reverted to 10.0% of the taxable income following a temporary reduction to 1.0% effective July 1, 2020 to June 30, 2023.

Consequently, the Group recognized provision for current income tax using the preferential income tax rate of 10.0% (MCIT rate of 2.0%, as the case may be) starting fiscal year 2024 in accordance with RMC 69-2023.

The components of recognized net deferred tax assets and net deferred tax liabilities are as follows:

	2025	2024
Deferred tax assets:		
Lease liabilities	₱45,024,095	₱47,688,102
Unearned tuition and other school fees	19,871,216	12,140,423
Allowance for expected credit losses	15,902,222	15,798,159
Pension liabilities	6,413,679	9,135,768
Excess of cost over net realizable value of inventories	2,546,070	2,513,524
NOLCO	2,007,515	4,415,342
Advance rent	1,608,818	2,523,505
Accrued interest on tax deficiency	54,798	—
	93,428,413	94,214,823
Deferred tax liabilities:		
Right-of-use assets	(34,038,498)	(36,929,089)
Excess of fair value over derecognized receivables	(2,933,057)	(3,042,063)
Intangible assets	(2,762,187)	(2,762,187)
Unamortized debt issue costs	(1,223,839)	(1,503,786)
Excess of rental under operating lease computed on a straight-line basis	(1,013,097)	(1,148,067)
Unrealized foreign exchange gain	(1,571)	(5,003,300)
Security deposit	—	(589,212)
Accrued rent income under PFRS 16	—	(208,020)
	(41,972,249)	(51,185,724)
Net deferred tax assets	₱51,456,164	₱43,029,099



	2025	2024
Deferred tax liabilities:		
Excess of fair values over carrying values of net assets acquired in business combination	(P119,253,306)	(P120,027,896)
Right-of-use assets	(2,437,921)	(2,950,196)
	(121,691,227)	(122,978,092)
Deferred tax assets:		
Allowance for expected credit losses	2,577,223	6,878,358
Pension liabilities	3,590,912	3,834,772
Unamortized past service cost	1,140,758	919,582
Unearned tuition and other school fees	2,333,341	868,343
	9,642,234	12,501,055
Net deferred tax liabilities	(P112,048,993)	(P110,477,037)

Certain deferred tax assets of the Group were not recognized as at June 30, 2025 and 2024 as it is not probable that future taxable profits will be sufficient against which these can be utilized.

The following are the deductible temporary differences and unused NOLCO and MCIT for which no deferred tax assets were recognized:

	2025	2024
NOLCO	P253,338,417	P234,415,098
Allowance for impairment of advances to associates	49,784,880	49,784,880
Lease liabilities	10,809,035	12,937,125
MCIT	967,500	774,018
	P314,899,832	P297,911,121

The Group has incurred NOLCO for taxable years 2023, 2024 and 2025 which can be claimed as deduction from the regular taxable income for the next three (3) consecutive taxable years as follows:

Year	Availment Period	Amount	Additions	Applied	Expired	Amount
2025	2026-2028	P—	P37,245,223	P—	P—	P37,245,223
2024	2025-2027	50,156,756	—	—	—	50,156,756
2023	2024-2026	41,866,482	—	7,274,021	—	34,592,461
2022	2023-2025	782,424	—	—	782,424	—
		P92,805,662	P37,245,223	P7,274,021	P782,424	P121,994,440

On September 30, 2020, the BIR issued Revenue Regulations No. 25-2020 implementing Section 4(bbbb) of “Bayanihan to Recover As One Act” which states that the NOLCO incurred for taxable years 2020 and 2021 can be carried over and claimed as a deduction from gross income for the next five (5) consecutive taxable years immediately following the year of such loss.

The Group has incurred NOLCO for the years ended June 30, 2022 and 2021 which can be claimed as deduction from the regular taxable income for the next five (5) consecutive taxable years pursuant to the Bayanihan to Recover As One Act as follows:

Year	Availment Period	Amount	Applied	Expired	Amount
2022	2023-2027	P94,728,820	P11,890,364	P—	P82,838,456
2021	2022-2026	81,260,235	12,679,595	—	68,580,640
2020	2021-2025	9,903,450	—	9,903,450	—
		P185,892,505	P24,569,959	P9,903,450	P151,419,096



The Parent Company's MCIT which can be claimed as a deduction from future regular income tax due follows:

Year Incurred	Expiry Date	Amount
2025	2028	₱387,000
2024	2027	387,000
2023	2026	193,500
2022	2025	193,518
		1,161,018
Less expired		193,518
		₱967,500

The reconciliation of the provision for income tax on income before income tax computed at the effect of the applicable statutory income tax rate to the provision for income tax as shown in the consolidated statements of comprehensive income is summarized as follows:

	2025	2024	2023
Provision for income tax at statutory income tax rate	₱612,827,831	₱443,354,844	₱214,527,655
Income tax effects of:			
Interest income already subjected to final tax	(12,541,006)	(12,788,996)	(4,177,980)
Royalty fees subjected to final tax	(5,324,349)	(4,328,739)	(3,684,075)
Dividend income	(1,073,848)	(722,523)	(623,761)
Nondeductible expenses	2,997,148	3,814,998	6,392,400
Equity in net earnings of associates and joint venture	(902,386)	(502,351)	(564,685)
Difference in income tax rates and others	(360,267,928)	(263,758,854)	(227,593,218)
Provision for (benefit from) income tax	₱235,715,462	₱165,068,379	(₱15,723,664)

Others include income tax effect of change in unrecognized deferred tax assets and expired NOLCO and MCIT.

31. Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. This includes: (a) enterprises or individuals owning, directly or indirectly through one or more intermediaries, control or are controlled by, or under common control with the Parent Company; (b) associates; and (c) enterprises or individuals owning, directly or indirectly, an interest in the voting power of the company that gives them significant influence over the company, key management personnel, including directors and officers of the Group and close members of the family of any such enterprise or individual.



The following are the Group's transactions with its related parties:

Related Party	Amount of Transactions during the Year			Outstanding Receivable (Payable)		Terms	Conditions
	2025	2024	2023	2025	2024		
Associates							
STI Accent							
Reimbursement for various expenses and other charges	₱—	₱—	₱—	₱48,134,540	₱48,134,540	30 days upon receipt of billings; noninterest-bearing	Unsecured; with provision for ECL
GROW							
Rental income and other charges	750,410	714,676	680,644	10,114,590	10,209,550	30 days upon receipt of billings	Unsecured; no impairment
Reimbursement for various expenses and other charges	389,415	174,079	404,060	—	—	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Refundable deposits	—	21,166	—	(119,383)	(119,383)	Refundable upon end of contract	Unsecured
STI Alabang**							
Educational services and sale of educational materials and supplies	—	—	7,668,672	—	—	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
STI Marikina							
Educational services and sale of educational materials and supplies	15,951,786	15,336,320	10,461,238	433,874	892,949	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Dividend income	1,464,075	1,171,260	—	—	—	Due and demandable; noninterest-bearing	Unsecured; no impairment
Affiliates*							
TCAMI							
Deposit for purchase of shares of PHI	—	60,484,800	—	60,484,800	60,484,800	15% deposit; balance payable on the third anniversary of the share purchase agreement	Unsecured; no impairment
Purchase of shares of CHI	—	180,000,000	—	—	—	Full payment upon contract execution	Unsecured; no impairment
Philhealthcare, Inc.							
Facility sharing and other charges	332,557	6,692,230	13,926,146	16,578	25,747	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
HMO coverage	20,139,063	15,842,893	13,519,254	(159,921)	—	30 days upon receipt of billings; noninterest-bearing	Unsecured
Refundable deposits	—	—	—	(1,950,480)	(1,950,480)	Refundable upon end of contract	Unsecured
Phils First Insurance Co., Inc.							
Rental and other charges	5,402,743	4,994,661	4,842,840	—	—	30 days upon receipt of billings; noninterest-bearing	Unsecured
Insurance	21,720,774	20,248,435	18,666,357	(174,330)	(2,502)	30 days upon receipt of billings; noninterest-bearing	Unsecured
Philippines First Condominium Corporation							
Association dues and other charges	10,779,131	10,254,589	13,879,981	(1,432,591)	(847,182)	30 days upon receipt of billings; noninterest-bearing	Unsecured

(Forward)



Related Party	Amount of Transactions during the Year			Outstanding Receivable (Payable)		Terms	Conditions
	2025	2024	2023	2025	2024		
Philippine Life Financial Assurance Corporation							
Facility sharing, utilities other charges	₱616,775	₱15,688	₱13,075,943	₱192,735	₱133,059	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Insurance	604,744	790,708	370,925	–	–	30 days upon receipt of billings; noninterest-bearing	Unsecured
PhilPlans							
Facility sharing and other charges	4,986,600	300,000	300,000	234,330	–	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Reimbursement for various expenses and other	1,968,866	–	–	520,769	–	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Refundable deposits	937,320	–	–	(937,320)	–	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
GROW VITE Staffing Services							
Rental income and other charges	2,820,293	2,817,347	1,597,514	–	–	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Janitorial and staffing services	42,046,007	36,901,349	28,791,006	(4,640,186)	(7,507,832)	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Reimbursement for various expenses and other charges	96,153	88,675	932,996	264,990	157,914	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Refundable deposit	–	49,959	–	(421,744)	(421,744)	Refundable upon end of contract	Unsecured
STI Diamond							
Reimbursement for various expenses and other charges	–	(59,511,839)	–	–	(59,511,839)	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Venture Securities, Inc.							
Reimbursement for various expenses and other charges	353,253	–	–	177,220	36,465	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Refundable deposits	750,615	–	–	(750,615)	–	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Techzone Philippines Inc.							
Association dues, utilities and other charges	494,492	–	–	–	–	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Officers and employees							
Advances for various expenses	80,486,672	69,713,869	58,855,408	26,393,220	36,078,187	Liquidated within one month; noninterest-bearing	Unsecured; no impairment
Others							
Facility sharing and other charges	3,278	–	343,050	215,766	617,521	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Advertising and promotion charges	440,000	430,000	400,000	–	–	30 days upon receipt of billings; noninterest-bearing	Unsecured
				₱136,596,842	₱86,409,770		

*Affiliates are entities under common control of a majority shareholder

**Became a wholly owned subsidiary effective March 16, 2023



Related party receivables and payables are generally settled in cash.

Outstanding receivables from related parties, before any allowance for impairment, and payables arising from these transactions are summarized below:

	2025	2024
Educational services (see Note 6)	₱433,874	₱892,949
Rent, utilities and other related receivables (see Note 6)	11,736,978	11,180,256
Receivables from officers and employees (see Note 6)	26,393,220	36,078,187
Advances to associates and joint venture (see Note 13)	48,134,540	48,134,540
Deposit for purchase of shares (see Note 16)	60,484,800	60,484,800
Accounts payable (see Note 17)	(10,586,570)	(10,849,123)
Due to an affiliate (see Note 17)	—	(59,511,839)
	₱136,596,842	₱86,409,770

Outstanding balances of transactions with and between subsidiaries that were eliminated at the consolidated financial statements follow:

Category	Amount of Transactions during the Year			Outstanding Receivable (Payable)		Terms	Conditions
	2025	2024	2023	2025	2024		
Subsidiaries							
AHC							
Payable to AHC	–	–	–	(₱63,778,000)	(₱63,778,000)	Payable upon demand; noninterest-bearing	Unsecured
Subscription payable	–	–	–	(64,000,000)	(64,000,000)	Noninterest-bearing	Unsecured
STI WNU							
Educational services and sale of educational materials and supplies	29,007,950	33,545,445	15,175,485	14,704,479	–	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment
Reimbursement for various expenses and other charges	7,746,999	7,818,817	6,257,059	4,073,570	–	30 days upon receipt of billings; noninterest-bearing	Unsecured; no impairment

Compensation and Benefits of Key Management Personnel

Compensation and benefits of key management personnel of the Group are as follows:

	2025	2024	2023
Short-term employee benefits	₱92,009,421	₱83,349,710	₱73,010,947
Post-employment benefits	6,908,322	4,050,244	3,382,213
	₱98,917,743	₱87,399,954	₱76,393,160

Material Related Party Transactions Policy

The Parent Company's BOD shall approve all material related party transactions before their commencement. Transactions amounting to the materiality threshold of ten percent (10.0%) or more of the consolidated total assets that were entered into with an unrelated party that subsequently becomes a related party are excluded from the limits and approval process requirements. The Parent Company may set a lower threshold upon determination by the BOD of the risk of the related party transactions to cause damage to the Parent Company and its stockholders.



32. Basic and Diluted Earnings Per Share on Net Income Attributable to Equity Holders of the Parent Company

The table below shows the summary of net income and weighted average number of common shares outstanding used in the calculation of earnings per share:

	2025	2024	2023
Net income attributable to equity holders of STI Holdings (a)	₱2,191,076,517	₱1,591,191,183	₱870,268,404
Common shares outstanding at beginning and end of period (b) (see Note 21)	9,904,806,924	9,904,806,924	9,904,806,924
Basic and diluted earnings per share on net income attributable to equity holders of STI Holdings (a)/(b)	₱0.22	₱0.16	₱0.09

The basic and diluted earnings per share are the same for the years ended June 30, 2025, 2024, and 2023 as there are no dilutive potential common shares.

33. STI Gift of Knowledge Certificates (GOKs)

On December 9, 2002, the BOD of STI ESG approved the offer for sale and issue of up to ₱2.0 billion worth of GOKs.

The STI GOKs are noninterest-bearing certificates that entitle the holders or any designated scholars to redeem academic units in any member of the STI Group or equivalent academic units in any STI school on certain designated redemption dates or, to require STI ESG to pay in cash the par value of the outstanding STI GOKs on designated graduation dates. The redemption dates range from the SY2004-2005 to six (6) years from date of issue of the STI GOKs. The graduation dates range from four (4) to ten (10) years from issue date. A total offer size of 2,409,600 academic units for the entire STI Group or its equivalent units in any STI school will be offered at serial redemption dates at their corresponding par values.

In 2003, the SEC issued an Order of Registration and a Certificate of Permit to Sell Securities for the said STI GOKs.

STI ESG is planning to amend the terms of the GOKs to conform with future business strategies. As at October 13, 2025, there has been no sale nor issuance of GOKs. Hence, pursuant to Section 17.2 (a) of the Securities Regulation Code (SRC), STI ESG is not required to file the reports required under Section 17 of the SRC.



34. Contingencies and Commitments

Contingencies

- a. *Agreements with PWU and Unlad.* On various dates in 2011, 2012 and 2013, the Parent Company and AHC extended loans and advances to PWU and Unlad by virtue of several agreements (collectively, “Loan Documents”), which were secured by mortgages over PWU and Unlad properties, entered into among the Parent Company, AHC, PWU and Unlad in the total principal amount of ₱513.0 million. Upon the non-adherence to the terms and conditions stated in the agreements, the Parent Company and AHC served notices of default to PWU and Unlad in December 2014, and demanded the payment of the total combined amount of approximately ₱926.0 million, inclusive of interests, penalties, fees and taxes.

Upon failure to pay the aforesaid loan, the Parent Company and AHC enforced its rights under the aforesaid agreements and mortgages and filed several Petitions for Extra-Judicial Foreclosure of Real Estate Mortgage on (a) PWU Indiana and Taft Properties with the Office of the Clerk of Court and Ex-Officio Sheriff of the Regional Trial Court (RTC) of Manila, (b) Unlad’s properties in Quezon City and (c) Davao Property with the Office of the Clerk of Court and Ex-Officio Sheriff of the RTC of Quezon City and Davao, respectively, in February 2015.

On March 13, 2015, Dr. Helena Z. Benitez (HZB) filed a Creditor-Initiated Petition for Rehabilitation of PWU (PWU Rehabilitation Case) in RTC Manila (Rehabilitation Court). The Rehabilitation Case was dismissed by the Rehabilitation Court. The Motion for Reconsideration and responsive pleadings thereto subsequently filed by HZB and PWU were likewise denied by the Rehabilitation Court on January 21, 2016.

Extra-judicial foreclosure sales were conducted in various dates in 2015 and 2016 for the above-mentioned properties and the Parent Company was declared as the winning bidder for all extra-judicial foreclosure sales held.

On March 1, 2016, the Parent Company and AHC executed a Deed of Assignment wherein AHC assigned its loan to Unlad, including capitalized foreclosure expenses, amounting to ₱66.7 million for a cash consideration of ₱73.8 million. The Deed of Assignment provides that the cash consideration will be payable in cash of ₱10.0 million upon execution of the Deed of Assignment and the remaining balance of ₱63.8 million upon demand. Accordingly, AHC recognized a receivable from the Parent Company amounting to ₱63.8 million. Further, all the rights related to the receivable from Unlad have been transferred to STI Holdings.

On March 22, 2016, the Parent Company, PWU, Unlad, and HZB entered into a MOA for the extinguishment and settlement of the outstanding obligations of PWU and Unlad to the Parent Company. The MOA includes, among others, the execution of the following on March 31, 2016:

- Deed of Dacion en pago of Quezon City Properties and Davao Property (collectively referred to as the “Deeds”) in favor of the Parent Company
- Release and cancellation of mortgages over the Manila Properties to be executed by the Parent Company



The MOA also provided that the Parent Company would be committed to fund and advance all taxes, expenses and fees to the extent of ₱150.0 million in order to obtain the CAR and the issuance of new TCT and TD in favor of the Parent Company. In the event that such expenses would be less than ₱150.0 million, the excess would be given to Unlad. However, if the ₱150.0 million would be insufficient to cover the expenses, the Parent Company would provide the deficiency without any right of reimbursement from Unlad.

Consequently, the Parent Company recognized the Quezon City properties and the Davao property as “Investment properties”. On June 24, 2021, the Parent Company’s BOD approved the sale of the Quezon City dacion properties to a potential buyer and reclassified these as noncurrent asset held for sale as these properties have not been used in business since its conveyance to the Parent Company. The Davao property remained as an investment property. In the BOD meeting held on October 13, 2025, the BOD approved the reclassification of the Quezon City properties back to “Investment properties” in the consolidated statement of financial position as at June 30, 2025 (see Notes 10 and 12).

Relative to the above, the following cases have been filed:

- (i) *Arbitration Case filed by Mr. Conrado Benitez II.* Mr. Conrado L. Benitez II (the Claimant) filed on June 28, 2016 a Request for Arbitration, with the Philippine Dispute Resolution Center, Inc. (PDRCI), for and on behalf of PWU and Unlad, wherein he requested that the directors/trustees and stockholders/members of Unlad and PWU, EHT, the Parent Company, Mr. Alfredo Abelardo B. Benitez (ABB) and AHC (collectively, the “Respondents”) submit the alleged dispute over the settlement of the loan obligations of PWU and Unlad as provided in the arbitration clause of the Joint Venture Agreement and Omnibus Agreement (the “Loan Documents”).

In the said Arbitration Case, the Claimant asserted that PWU and Unlad are not in default in their obligations under the Loan Documents. The obligations provided therein, specifically obtaining a tax-free ruling for Property for Share Swap Transaction from the BIR, is an impossible condition. Consequently, the foreclosures on the securities of the Loan Documents, real properties of PWU and Unlad, were null and void because (a) failure to submit the case for arbitration and (b) PWU and Unlad are not in default. Based on such circumstances, the Claimant sought, among others, the (a) renegotiation, or (b) rescission of the Loan Documents. Should the Loan Documents be rescinded, the Claimant also sought that PWU and Unlad shall be allowed twelve months to sell the Davao and Quezon City Properties to return the alleged investments made by the Parent Company, EHT, ABB and AHC. Lastly, the Claimant sought the payment of attorney’s fees of not less than ₱5.0 million, ₱0.5 million of which is for expenses and reimbursement of cost of suit, expenses, and other fees. After receiving the Notice of Arbitration and being informed that the required fees have not been paid by the Claimant, the Parent Company, AHC, and EHT filed an Entry of Appearance with Manifestation (Manifestation). In the Manifestation, they informed the PDRCI that the Claimant should be compelled to pay said fees before the arbitration proceedings can proceed.

The PDRCI issued a Notice dated August 26, 2016, which informed the parties to the instant case that the proceedings are suspended until the Claimant settles the outstanding provisional advance on cost for filing the instant case.



The Parent Company sent a letter dated July 2, 2020 addressed to the Office of the Secretariat-General of PDRCI. In the said letter, the Parent Company informed the PDRCI about the death of the Claimant. The Parent Company also moved for the PDRCI to dismiss and/or consider the case withdrawn due to the non-payment of the provisional advance on cost for more than three (3) years.

As at October 13, 2025, the PDRCI has not issued any response to said letter.

- (ii) *Derivative Suit* After filing the Request for Arbitration, Mr. Conrado L. Benitez II (the “Petitioner”) then filed on June 29, 2016 a derivative suit for himself and on behalf of Unlad and PWU against directors/trustees and stockholders/members of Unlad and PWU, EHT, the Parent Company, ABB and AHC (collectively, the “Defendants”) docketed as Civil Case No. 16-136130 in the RTC of Manila (the “Derivative Suit”).

In the Derivative Suit, the Petitioner primarily asserts that the Parent Company, EHT, ABB and AHC should submit themselves to the arbitration proceedings filed with the PDRCI because the Loan Documents required any alleged dispute over the same to be resolved through arbitration. Consequently, the Petitioner alleges that the foreclosure proceedings and settlement of the obligations of PWU and Unlad as evidenced by the MOA dated March 22, 2016 executed by PWU and Unlad with the Parent Company and AHC are null and void for not complying with the aforesaid arbitration clause. Likewise, the Petitioner sought the payment of attorney’s fees not less than ₱1.0 million and ₱0.1 million for expenses and cost of suit.

On July 26, 2016, the Parent Company and AHC filed their Joint Answer with Compulsory Counterclaim (Joint Answer). In the Joint Answer, the Parent Company and AHC asserted that the instant case is a mere harassment and nuisance suit, and a deliberate form of forum shopping when the Petitioner filed the Arbitration Case for the same purpose. Likewise, the Petitioner cannot compel the corporations to submit themselves to arbitration because (a) the parties to the Loan Documents have already settled any disputes, and (b) the said corporations are not stockholders and members of PWU and Unlad. Lastly, the relevant laws allow the Parent Company and AHC to institute foreclosure proceedings even if there is an arbitration clause.

Simultaneously, EHT filed his Answer wherein he asserted that the Petitioner cannot compel him to submit himself to arbitration when he is not a party to the Loan Documents.

Meanwhile, the other co-defendants, namely (a) ABB, and (b) Dr. Jose Francisco and Marco Benitez, filed their respective Answer(s) to the Complaint.

After the termination of Court-Annexed Mediation and pre-trial conference, the Petitioner manifested that the Trial Court should proceed to resolve the case based on the pleadings and affidavits already filed by the parties in accordance with the Interim Rules Governing Intra-Corporate Controversies.

The Trial Court issued an Order dated June 23, 2017 requiring the parties to file their respective Memoranda within twenty (20) days from receipt thereof in order for the Trial Court to proceed to render judgment, full or otherwise, based on all of the pleadings and evidence submitted by the parties in relation and pursuant to Rule 4, Section 4 of the Interim Rules of Procedure Governing Intra-Corporate Controversies under RA No. 8799 (Interim Rules). All of the parties filed their respective Memoranda on July 25, 2017.



On February 9, 2018, the Parent Company received the Decision dated January 19, 2018, which dismissed the case. In the Decision, the Trial Court deemed that Petitioner failed to establish fraud or bad faith on the part of the Defendants. Consequently, the Trial Court cannot contravene in the agreement among the Parent Company, Unlad, PWU and AHC to amicably settle the outstanding obligations of PWU and Unlad to AHC and the Parent Company.

On February 28, 2018, the Parent Company, AHC and EHT received the Plaintiffs' Petition for Review of the aforesaid Decision filed with the Court of Appeals – Manila and docketed as C.A. G.R. No. 154654.

While the said Petition for Review is pending, the Parent Company discovered that the Petitioner was able to cause the annotation of lis pendens on the titles of the three (3) Quezon City properties subject of the amicable settlement with PWU and Unlad.

Consequently, the Parent Company filed a Motion to Cancel Lis Pendens with the Court of Appeals where the case was pending. In the Motion, the Parent Company sought for the cancellation of said lis pendens due to impropriety and/or invalidity of the same.

The Court of Appeals issued a Resolution requiring all of the parties to file their respective Memoranda. On May 9, 2019, the Parent Company, AHC and EHT filed their Joint-Memorandum.

While the appeal of the Petitioner is pending, the Parent Company filed a Manifestation and Motion dated July 29, 2020. In the said Manifestation and Motion, the Parent Company informed the Court of Appeals about the death of the Petitioner on March 28, 2020. Consequently, the Parent Company moved for the resolution and dismissal of the said appeal.

The Petitioner's counsel filed a Notice and Motion dated August 14, 2020, which also informed the Court of Appeals about the death of the Petitioner. Consequently, said counsel moved that the Petitioner be substituted by his wife and children.

In response thereto, the Parent Company filed its Comment/Opposition dated August 24, 2020. In the Comment/Opposition, the Parent Company argued that the Petitioner cannot be substituted because he can only be substituted by a member of PWU and a stockholder of Unlad. The wife and children of the Petitioner cannot be members of PWU because membership in PWU is non-transferable.

In the Resolution dated October 28, 2021, the Court of Appeals granted the Motion for Substitution.

In the Resolution dated February 11, 2022, the Court of Appeals dismissed the Petition filed by the Plaintiffs. The Court of Appeals also granted the Motion to Cancel the Lis Pendens annotated on the Quezon City Properties.

On March 23, 2022, the Parent Company received the Motion for Reconsideration filed by the Heirs of Plaintiff Conrado Benitez II on the aforesaid Resolution dated February 11, 2022.

After the Parent Company filed its Comment/Opposition, the Court of Appeals denied the Motion for Reconsideration in its Resolution dated January 7, 2025.



Under the relevant rules, the Heirs of Plaintiff Conrado Benitez II may file a Petition for Review on Certiorari or ask an extension to file said Petition with the Supreme Court within fifteen (15) days from their receipt of the Resolution dated January 7, 2025.

On September 10, 2025, the Court of Appeals issued a Resolution wherein it provided that the copy of the Resolution dated January 7, 2025 addressed to the counsel of the Heirs of Plaintiff Conrado Benitez II bore the notation of "Return to Sender.". It appeared that the said counsel was no longer holding office at the counsel's address on record. Consequently, the Court of Appeals resent a copy of the said Resolution to the address of record of Mr. Conrado Benitez II.

As at October 13, 2025, the Parent Company has not received any Motion for Extension or Petition for Review on Certiorari.

(iii) *Ejectment Case against Philippine Women's College of Davao, Inc. involving Unlad's Davao Property.* On March 11, 2019, the Parent Company filed the Complaint for Unlawful Detainer against Philippine Women's College of Davao, Inc. (PWC-Davao), initially filed against Philippine Women's University of Davao, to recover possession of a portion of the parcel of land covered by Transfer Certificate of Title (TCT) No. T-129545 registered under the name of the former situated along University Ave and Richardo, Matina, Davao City being used as a parking area (the "Subject Premises") by the latter.

The Subject Premises formed part of the 40,184 sq.m., more or less, (the "Property") parcel of land formerly registered under the name of "Unlad". After Unlad transferred ownership of the Property to the Parent Company, the Parent Company demanded that PWC-Davao vacate the Subject Premises.

Despite said demands, PWC-Davao refused to vacate the Subject Premises.

On May 28, 2019, the Parent Company received the Answer with Compulsory Counterclaim dated May 14, 2019.

After a failed Court-Annexed Mediation, the parties continued the discussion on the possibility of an amicable settlement.

On July 1, 2022, the parties filed the Joint Motion for Approval of Compromise Agreement. Based on the Compromise Agreement, the Parent Company allowed PWC-Davao to use the Subject Premises for one (1) year or until June 29, 2023. In the event that the Parent Company needs to proceed with its plans over the Subject Premises, it will serve a written notice to vacate and/or turn-over of the Subject Premises to PWC-Davao sixty (60) calendar days before the intended day to vacate or turn-over.

On September 30, 2022, the Parent Company received the Decision dated July 4, 2022 issued by the Trial Court adopting the Compromise Agreement as the decision in this case.

With the issuance of said Decision, the case is deemed terminated.

- b. *Specific Performance Case filed by the Agustin family.* The Agustin family filed a Specific Performance case against the Parent Company for the payment by the latter of the remaining balance of the purchase price for the sale of the Agustin family's shares in STI WNU.



The Agustin family alleges in their Complaint that based on the Share Purchase Agreement and Deed of Absolute Sale they executed with the Parent Company, the price of their shares in STI WNU has been pegged at ₱400.0 million. Despite these two agreements, the Parent Company refuses to pay the full purchase price for the STI WNU shares they acquired from the Agustin family.

In its Answer, the Parent Company stated that the Agustin family is not entitled to the full purchase price of their STI WNU shares because they have not complied with all the requirements for its release. In particular, the Agustin family has not been able to deliver the Commission on Higher Education permits for the operation of STI WNU's Maritime Program as provided in the MOA, and the Share Purchase Agreement. In addition, there are other trade receivables in favor of STI WNU wherein full satisfaction of the same entitles the Agustin family to a portion of the balance of the purchase price.

In order to expedite the proceedings, the Agustin family was able to submit the case for summary judgment by the Trial Court. Despite the opposition thereto, the Trial Court rendered its Decision dated April 4, 2018 (the "Summary Judgment"). In the Summary Judgment, the Trial Court ordered the Parent Company to pay the Agustin family the amount of ₱50.0 million with legal interest from the filing of the case until full payment only.

On September 11, 2018, the Parent Company filed and paid the corresponding docket fees for its Notice of Appeal Ex Abudanti Ad Cautelam (Notice of Appeal) on the said Summary Judgment.

Upon motion by the Agustin family, the Trial Court granted their Motion for Execution Pending Appeal dated September 5, 2018.

While the record of the case was still with the Trial Court, the Parent Company immediately filed the Urgent Motion for Reconsideration with alternative prayer for Motion to Stay Discretionary Execution Pending Appeal dated December 14, 2018.

After due hearing by the Trial Court on the Motion(s), the Trial Court (a) denied the Urgent Motion for Reconsideration but (b) granted the Motion to Stay Discretionary Execution Pending Appeal upon posting of a supersedeas bond amounting to ₱100.0 million (the "Stay Order").

After the Agustin family filed a Motion for Reconsideration on the Stay Order, the Trial Court denied the same in its Order dated March 14, 2019.

Both parties sought their respective remedies before the Court of Appeals - Cebu to question (a) the Summary Judgment against the Company (CA G.R. CV No. 07140) and (b) the Stay Order against the execution of the Summary Judgment in favor of the Agustin family (CA G.R. CV No. 12663) (collectively, the "CA Cases").

While the aforesaid CA Cases were pending, the parties decided to amicably settle and terminated said cases by executing in counterparts the Compromise Agreement dated September 6, 2021, and September 10, 2021 and filing a *Joint Motion for Judgment Based on Compromise Agreement* dated September 20, 2021. In the Compromise Agreement, the Company agreed to pay the Agustin family the amount of ₱25.0 million as final and full settlement of the latter's claim against the former in the aforementioned cases (see Note 16).

In addition, the parties agreed to review the financial records of STI WNU to determine the status of the Agustin family guarantee on the collectability of the trade receivables, and the release, if any, of the ₱27.3 million to the Agustin family as provided in the *Share Purchase Agreement*.



Considering the aforesaid settlement and the Amended Decision, all cases and issues related thereto are deemed terminated.

- c. *Specific Performance Case.* STI College Cebu, Inc. (STI Cebu) and STI ESG's Finance Officer were named defendants in a case filed by certain individuals for specific performance and damages. In their Complaint, the Plaintiffs sought the execution of a Deed of Absolute Sale over a parcel of land situated in Cebu City on the bases of an alleged perfected contract to sell. The Defendants filed the Consolidated Answer to the Amended Complaint on August 30, 2017. In the Consolidated Answer, Defendants asserted that there is no perfected contract to sell or of sale between STI ESG and the Plaintiffs considering that (a) there is no Board approval on the sale of the Subject Property; (b) lack of definite terms and conditions thereof; and (c) STI ESG's Finance Officer has no authority to bind STI ESG on the alleged contract to sell or sale of the Subject Property.

After the parties completed the presentation of evidence and filed their respective Memoranda, the Defendants received the Decision of the Trial Court on June 22, 2020.

In the Decision dated June 18, 2020, the Trial Court determined that there was no perfected contract to sell the Property. The Trial Court affirmed that the Plaintiffs failed to obtain the consent of STI ESG. There was no evidence showing that STI ESG, through its BOD, (a) gave its consent to the sale or (b) authorized the Defendant Finance Officer to sell the Property in favor of the Plaintiffs.

The Trial Court, however, determined that the Defendant Finance Officer is liable to pay the Plaintiffs the total amount of ₱0.2 million representing temperate and exemplary damages ("Damages"). The Trial Court determined that the actions of STI ESG's Finance Officer insofar as (a) receipt of the earnest money, (b) lack of written authority from STI ESG during the negotiation and (c) continued assurances to the Plaintiffs in relation to the BIR ruling on the tax-free exchange and then sudden withdrawal from the transaction constitute bad faith.

Lastly, the Trial Court ordered STI ESG to return the amount of ₱0.3 million it received from the Plaintiffs as "earnest money" with an interest rate of six percent (6.0%) per annum from receipt thereof on March 30, 2011 until the latter's tender of the same to the Plaintiffs on July 2, 2015.

Both parties filed their respective Partial Motion for Reconsideration insofar as the (a) dismissal of the Complaint and (b) award of Damages.

On August 25, 2020, the Trial Court issued its Order, which modified the Decision only insofar as requiring STI ESG's Finance Officer to pay an additional ₱50.0 thousand as attorney's fees in favor of the Plaintiffs. The rest of the findings in the Decision is affirmed.

Both the Plaintiffs and the Finance Officer filed their respective Notice of Appeal.

On December 1, 2020, STI ESG and the Defendant Finance Officer received the Notice, which requires the Appellants (Plaintiffs and the Defendant Finance Officer) to file their respective Appellant's Brief within forty-five (45) days from receipt of the Notice.

After the parties filed their respective brief(s), STI ESG received the Decision dated February 27, 2023 on March 20, 2023. Based on the Decision, the Court of Appeals affirmed *in toto* the Trial Court's Order(s).

On May 3, 2023, STI ESG received the Motion for Reconsideration filed by the Plaintiffs.



After STI ESG filed its Opposition dated July 14, 2023 to the said Motion for Reconsideration, the Court of Appeals issued its Resolution dated November 6, 2023, which denied the Plaintiffs' Motion for Reconsideration.

On January 8, 2024, STI ESG received the Petition for Review filed by the Plaintiffs before the Supreme Court.

The Supreme Court has yet to issue the appropriate Resolution on the said Petition insofar as whether to dismiss the same or require STI ESG to file a Comment to the Plaintiffs' Petition for Review.

- d. *Complaint for Damages filed by GATE (formerly STI-College Santiago, Inc.).* Global Academy of Technology and Entrepreneurship, Inc. (GATE) filed a complaint for Damages against STI ESG for its non-renewal of the Licensing Agreement despite the former's alleged compliance with the latter's audit recommendations. On the basis of such alleged invalid non-renewal of the Licensing Agreement, GATE seeks for (a) moral damages in the amount of ₱0.5 million, (b) exemplary damages in the amount of ₱0.5 million and (c) attorney's fees in the amount of 15.0% of the amount to be awarded and ₱3.0 thousand per court appearance.

On June 9, 2017, STI ESG filed its Answer to the Complaint. In the Answer, STI ESG reiterated its position that GATE has no cause of action against it because its decision not to renew the Licensing Agreement is in accordance with contractual stipulations therein that its renewal is upon mutual agreement of both parties. Considering the effectivity period of the Licensing Agreement expired on March 31, 2016 without being renewed by both parties, GATE cannot claim any damages for STI ESG's lawful exercise of its rights under the Licensing Agreement.

After the parties completed the presentation of their respective evidence, STI ESG received the Decision of the Trial Court on February 4, 2020.

In the Decision dated January 16, 2020, the Trial Court dismissed the instant case because the Plaintiffs failed to establish that STI ESG acted in abuse of rights when it refused to renew the Licensing Agreement with the Plaintiffs. The Trial Court confirmed that said Agreement clearly provided that the same can only be renewed by mutual agreement of the parties.

The Trial Court also ordered the payment by the Plaintiffs of STI ESG's counterclaim in the amount of ₱0.3 million as attorney's fees plus cost of suit.

Despite filing a Motion for Reconsideration, the Trial Court affirmed its dismissal of the Plaintiff's claim and the award of litigation cost in favor of STI ESG in an Order dated July 6, 2020.

On August 3, 2020, STI ESG received the Notice of Appeal filed by the Plaintiff.

After the parties filed their respective briefs, the Court of Appeals promulgated its Decision on July 12, 2022. In the Decision, the Court of Appeals affirmed the order of the Trial Court.

After the Plaintiff filed its Motion for Reconsideration on the said Decision, STI ESG filed its Comment and Opposition on September 5, 2022. The Court of Appeals affirmed its decision when it denied the Motion for Reconsideration filed by the Plaintiff.

On January 11, 2023, STI ESG, through counsel, received the Petition for Certiorari on Review (Petition) filed by the Plaintiff before the Supreme Court.



On September 14, 2023, STI ESG, through counsel, received the Resolution issued by the Supreme Court. In the Resolution, the Supreme Court denied the Petition filed by the Plaintiff.

After the Plaintiff filed its Motion for Reconsideration, the Supreme Court denied the same and affirmed with finality the dismissal of its Petition.

The Supreme Court issued an Entry of Judgment, which declared the dismissal of the plaintiff's Petition to be final and executory.

On November 4, 2024, STI ESG received a Notice from the Trial Court, which informed the parties that the records of the case have been remanded to said court.

After the filing of a Motion for Execution of the Decision dated January 16, 2020, the Trial Court issued the Writ of Execution.

Pursuant to the said Writ, the plaintiff paid the monetary award to STI ESG on August 14, 2025. Afterwards, STI ESG filed a Manifestation on the same date to inform the Trial Court that the plaintiff fully satisfied the payment of ₱0.3 million as attorney's fee plus cost of suit to STI ESG as provided in the Decision dated January 16, 2020.

Based on said circumstances, the case is terminated.

- e. Due to the nature of their business, STI ESG, STI WNU and iACADEMY are involved in various legal proceedings, both as plaintiff and defendant, from time to time. The majority of outstanding litigation involves illegal dismissal cases under which faculty members have brought claims against STI ESG and STI WNU by reason of their faculty contract and/or employment contracts. STI ESG, STI WNU and iACADEMY are not engaged in any legal or arbitration proceedings (either as plaintiff or defendant), including those which are pending or known to be contemplated and their respective BOD have no knowledge of any proceedings pending or threatened against STI ESG, STI WNU and iACADEMY or any facts likely to give rise to any litigation, claims or proceedings which might materially affect their financial position or business. Management and their legal counsels believe that STI ESG, STI WNU and iACADEMY have substantial legal and factual bases for their position and are of the opinion that losses arising from these legal actions and proceedings, if any, will not have a material adverse impact on the Group's consolidated financial position as well as in the results of their operations.

Commitments

a. Financial Commitments

STI ESG has ₱65.0 million domestic bills purchase lines from various local banks as at June 30, 2025, specifically for the purchase of local and regional clearing checks. Interest on drawdown from such facility is waived except when drawn against returned checks, on which the interest shall be the prevailing lending rate of such local bank. This facility is on a clean basis. As at June 30, 2025 and 2024, there is no outstanding availment from these lines.

b. Capital Commitments

As at June 30, 2025, STI ESG's significant contractual commitments include: (1) acquisition of a parcel of land, (2) construction of STI Academic Center Alabang, (3) construction of STI Academic Center Tanauan, (4) construction of new buildings at STI Fairview and STI Batangas, and (5) building upgrade and refurbishment projects.



As at June 30, 2024, STI ESG's significant contractual commitments include: (1) construction of the new building in STI Ortigas-Cainta campus, (2) learning classroom expansion for some schools (3) renovation and rehabilitation project of STI ESG's Tanay property, (4) construction of a three-storey building at STI Lipa, (5) installation of solar panels, and (6) lot acquisition.

STI ESG has a contractual commitment with Avida amounting to ₱228.8 million, inclusive of ₱24.7 million VAT, for the parcel of lot located at South Park District, Alabang, Muntinlupa City - the future site of the new STI Academic Center Alabang. Of this amount, ₱126.7 million and ₱45.1 million have been settled as at June 30, 2025 and 2024, respectively. STI ESG likewise paid ₱9.2 million for taxes and other charges related to the sale in September 2024. The remaining balance of ₱102.1 million is due 16 months after the execution of the Deed of Sale on Installments in September 2024.

STI ESG has a contractual commitment and obligation for the construction of STI Academic Center Alabang. The total contract cost to put up the building is ₱647.7 million, of which ₱194.3 million has been paid as at June 30, 2025 representing the 30.0% downpayment. Similarly, STI ESG has a contractual commitment and obligation for the construction of STI Academic Center Tanauan. The total contract cost for the building construction is ₱364.2 million, of which ₱109.3 million has been paid as at June 30, 2025 representing the 30.0% downpayment.

STI ESG has a contractual commitment for the construction of a four-storey building at STI Fairview. The project has an aggregate cost of ₱91.0 million, of which ₱54.9 million has been paid as at June 30, 2025. Similarly, STI ESG has a contractual commitment for the construction of a new three-storey building at STI Batangas. The total contract cost for the construction of the building is ₱32.0 million, of which ₱21.3 million has been paid as at June 30, 2025.

The Group also has contractual commitments for building upgrade and refurbishment projects across several schools within the STI network. These projects aggregate to ₱101.0 million, of which ₱11.5 million has been paid as at June 30, 2025.

STI ESG has completed the construction of a new school building at STI Ortigas-Cainta campus. This construction project has a total contract price of ₱217.3 million, including the ongoing works for the STP project, with ₱204.0 million and ₱129.1 million already paid as at June 30, 2025 and June 30, 2024, respectively.

The classroom expansion projects for several schools of STI ESG have a total cost of ₱140.9 million, of which payments aggregating to ₱122.0 million have been made as at June 30, 2025.

The renovation and rehabilitation works at STI ESG's Tanay property have also been completed with total contract cost of ₱29.1 million. STI ESG has total disbursements for this project amounting to ₱27.6 million and ₱21.5 million as at June 30, 2025 and June 30, 2024, respectively.

Furthermore, STI ESG has ventured into sustainable initiatives, particularly in solar energy projects. The installation of solar panels, including the roof deck waterproofing activities, at its STI Ortigas-Cainta campus has been completed as at report date. This project has a total cost of ₱16.7 million, of which ₱15.1 million has been paid as at June 30, 2025 and 2024, respectively.

The Group has completed solar energy projects on several wholly owned schools of STI ESG namely: STI Las Pinas, STI Sta. Mesa, STI Pasay EDSA, STI Novaliches, and STI Batangas with aggregate cost of ₱22.8 million, of which ₱18.5 million and ₱5.9 million have been paid as at June 30, 2025 and 2024, respectively.



STI ESG likewise has ongoing solar energy projects on several wholly owned schools of STI ESG namely: STI Lipa, STI San Jose del Monte, and STI Calamba, with aggregate cost of ₱13.8 million, of which ₱1.3 million has been paid as at June 30, 2025.

STI WNU has contractual commitments and obligations for the construction of school buildings and upgrade of its facilities aggregating to ₱452.8 million and ₱404.4 million as at June 30, 2025 and June 30, 2024. Of these amounts, ₱408.6 million and ₱301.5 million have been paid as at June 30, 2025 and 2024, respectively-

iACADEMY has contractual commitments and obligations for the construction of its Yakal Campus totaling ₱1,041.5 million as at June 30, 2025 and 2024. Of these, ₱993.7 million have been paid as at June 30, 2025 and 2024, respectively.

c. Others

i. On December 13, 2023, STI ESG and Home Development and Mutual Fund (Pag-IBIG) entered into a memorandum of agreement on the implementation of Pag-IBIG Health and Education Loan Programs (Pag-IBIG HELPs). Under the loan program, the qualified Pag-IBIG member shall be able to pay his/her beneficiary's educational-related expenses to STI ESG at a special discount rate of 20.0% of the tuition fee, subject to the terms and conditions of the program as follows:

- Entitled to the discount are Pag-IBIG Fund members and their immediate family members;
- The discount is applicable to tuition fees only of incoming college and senior high school students and transferees for tertiary programs and senior high tracks, and specializations; and
- The discount cannot be availed in conjunction with another promo/discount.

This agreement is in effect for a period of two (2) years from the date of signing and will be automatically renewed for an additional two-year term upon expiration, subject to the same terms and conditions, or as may be stipulated by STI ESG and Pag-IBIG Fund. Either party may opt not to renew the agreement by providing a written notice at least two months before its expiration.

ii. On December 17, 2018, the CHED, Unified Student Financial Assistance System for Tertiary Education Board (UniFAST) and STI ESG signed a memorandum of agreement to avail of the Tertiary Education Subsidy (TES) and Student Loan Program (SLP) for its students under the Universal Access to Quality Tertiary Education Act (UAQTEA) and its Implementing Rules and Regulations (IRR). RA No. 10931 or the UAQTEA and its IRR provide among others, that to support the cost of tertiary education or any part or portion thereof, TES and SLP are established for all Filipino students who shall enroll in undergraduate and post-secondary programs of private HEIs. Accordingly, the TES and the SLP shall be administered by the UniFAST Board.

Based on RA No. 10931, the annual TES for students, subject to guidelines and implementing rules and regulations on the release of TES, enrolled in SUCs or CHED-recognized LUCs is ₱40.0 thousand. Students enrolled in select HEIs who are qualified to receive the TES, are entitled to ₱60.0 thousand a year. The TES sharing agreement states that ₱40.0 thousand shall go to the TES student grantee and ₱20.0 thousand to the private HEI. The subsidy is for Tuition and other related school fees and should cover the living allowance, books, supplies, transportation and miscellaneous expense. Additional benefits are likewise given to Persons with Disabilities (PWDs) and graduates of programs with licensure exams amounting to



₱30.0 thousand per annum and ₱10.0 thousand, respectively. Under this TES Program, CHED pays directly the schools where these students enrolled.

In July 2023, UniFast issued Memorandum Circular No. 5 for the allocation of funds for new TES grants. Qualified student grantees for SY2021-2022 from private HEIs in cities and municipalities without SUCs or LUCs, shall receive ₱40.0 thousand for the second semester of SY2022-2023 to cover their full or partial payables for tuition and other school fees. Thereafter, qualified grantees shall be considered as continuing grantees, subject to validation, for the first semester of SY2023-2024 onwards and shall receive a subsidy rate of ₱20.0 thousand per school year or ₱10.0 thousand per semester to cover the full or partial cost of tuition and other school fees. In case the tuition and other school fees is lower than ₱10.0 thousand per semester, the difference shall be given to the student. Administrative support cost remain at 1% of the total grant. Continuing TES grantees for the second semester of SY2022-2023 shall receive ₱60.0 thousand per school year or ₱30.0 thousand per semester until they graduate. New TES grantees who are PWDs shall receive an additional subsidy of ₱30.0 thousand per school year or ₱15.0 thousand per semester. New TES grantees for the first semester of SY2023-2024 shall receive ₱20.0 thousand per school year or ₱10.0 thousand per semester to cover the full or partial cost of tuition and other school fees. New TES grantees who are PWDs shall receive an additional subsidy of ₱10.0 thousand per school year or ₱5.0 thousand per semester.

The qualified TES graduates for SY2022-2023 onwards, in courses requiring licensure examinations shall receive a maximum one-time reimbursement of ₱8.0 thousand to cover the full or partial cost of taking the said licensure examinations.

UniFAST issued Memorandum Circular No. 21-2024 which states that TES grantees shall receive the amount of ₱13.5 thousand per school year for students in PHEIs, while TES grantees from SUCs and LUCs shall receive an amount of ₱ 10.0 per semester or ₱20.0 thousand per school year unless otherwise provided by the UniFAST Board.

- iii. On March 17, 2021, STI ESG executed a Memorandum of Agreement (MOA) with DBP for the implementation of the DBP Resources for Inclusive and Sustainable Education Program (DBP RISE). The program grants financial assistance to deserving students from the ranks of underprivileged Filipino families who aspire to pursue studies in DBP-accredited public and private tertiary schools. DBP RISE covers (1) the total cost of tuition fees for all year levels of the entire course or program based on the partner school's tuition fee structure which is determined at the beginning of the first term of the course or program starting SY2020-2021, and (2) student support fund which covers other school fees, miscellaneous fees, and living allowance that will be determined and set by DBP. STI ESG and DBP executed a similar MOA in November 2021 and May 2023 covering the implementation of DBP RISE for deserving students enrolled starting SY2021-2022, SY2022-2023, and SY2023-2024.

35. Financial Risk Management Objectives and Policies

The principal financial instruments of the Group comprise cash and cash equivalents and interest-bearing loans and borrowings. The main purpose of these financial instruments is to raise working capital and major capital investment financing for the Group's operations. The Group has various other financial assets and liabilities such as receivables, accounts payable and other current liabilities which arise directly from its operations.



The main risks arising from the Group's financial instruments are liquidity risk, credit risk and interest rate risk. The Group's BOD and management reviews and agrees on the policies for managing each of these risks as summarized below.

Liquidity Risk

Liquidity risk arises from the possibility that the Group may encounter difficulties in raising funds to meet its currently maturing commitments. The Group's liquidity profile is managed to be able to finance its operations and capital expenditures and other financial obligations. To cover its financing requirements, the Group uses internally-generated funds and interest-bearing loans and borrowings. As part of its liquidity risk management program, the Group regularly evaluates the projected and actual cash flow information and continuously assesses conditions in the financial markets for opportunities to pursue fund-raising initiatives.

Any excess funds are primarily invested in short-dated and principal-protected bank products that provide the flexibility of withdrawing the funds anytime. The Group regularly evaluates available financial products and monitors market conditions for opportunities to enhance yields at acceptable risk levels.

The Group's current liabilities are mostly made up of trade liabilities with 30 to 60-day payment terms, current portion of interest-bearing loans and borrowings that are expected to mature within one year after reporting date. On the other hand, the biggest components of the Group's current assets are cash and cash equivalents and receivables from students and franchisees with credit terms of up to ten (10) months for installment payments, and thirty (30) days, respectively.

As at June 30, 2025 and 2024, the Group's current assets amounted to ₱3,599.7 million and ₱3,659.0 million, respectively, while current liabilities amounted to ₱1,954.2 million and ₱1,770.5 million, respectively.

As part of the Group's liquidity risk management program, management regularly evaluates the projected and actual cash flow information.

The Group regularly monitors both the debt service coverage ratio (DSCR) for STI ESG's interest-bearing loans from local banks and the interest coverage ratio (ICR) for its series 10-year bonds. The ratios are based on the consolidated financial statements of STI ESG. The DSCR is equivalent to the EBITDA divided by the total principal and interests due for the next twelve months while the ICR is computed as EBITDA divided by the total interests due for the next twelve months. The Group manages its DSCR to keep it at a level acceptable to the Group and the lender banks. Similarly, the Group monitors its ICR to keep it at a level acceptable to the Group and the bondholders.

The tables below summarize the maturity profile of the Group's financial assets held for liquidity purposes and other financial liabilities as at financial reporting date based on undiscounted contractual payments.

	2025				Total
	Due and Demandable	Less than 3 Months	3 to 12 Months	More than 1 Year	
Financial Assets					
Financial assets at amortized cost:					
Cash and cash equivalents	₱2,732,620,639	₱–	₱–	₱–	₱2,732,620,639
Receivables ⁽¹⁾	107,104,811	149,678,483	100,845,502	153,992,514	511,621,310
Deposits (included as part of "Prepaid expenses and other current assets" and "Goodwill, intangible and other noncurrent assets" accounts)	–	–	324,936	34,070,423	34,395,359
Equity instruments at FVPL	11,501,000	–	–	–	11,501,000
Equity investments designated at FVOCI	–	–	–	73,649,156	73,649,156
	₱2,851,226,450	₱149,678,483	₱101,170,438	₱261,712,093	₱3,363,787,464



2025					
	Due and Demandable	Less than 3 Months	3 to 12 Months	More than 1 Year	Total
Financial Liabilities					
Other financial liabilities:					
Accounts payable and other current liabilities ⁽²⁾	P764,095,467	P79,117,200	P102,062,500	P–	P945,275,167
Nontrade payable	17,000,000	–	–	–	17,000,000
Bonds payable:					
Principal	–	–	–	820,000,000	820,000,000
Interest	–	–	52,279,920	231,185,140	283,465,060
Interest-bearing loans and borrowings:					
Principal	–	292,222,222	292,222,222	1,153,333,334	1,737,777,778
Interest	–	61,094,704	52,685,551	201,785,487	315,565,742
Lease liabilities	–	22,966,311	98,806,368	457,939,961	579,712,640
Other noncurrent liabilities ⁽³⁾	–	–	–	14,162,970	14,162,970
	P781,095,467	P455,400,437	P598,056,561	P2,878,406,892	P4,712,959,357
2024					
	Due and Demandable	Less than 3 Months	3 to 12 Months	More than 1 Year	Total
Financial Assets					
Financial assets at amortized cost:					
Cash and cash equivalents	P1,855,500,909	P–	P–	P–	P1,855,500,909
Receivables ⁽¹⁾	67,109,364	158,034,645	98,236,524	107,447,436	430,827,969
Deposits (included as part of “Prepaid expenses and other current assets” and “Goodwill, intangible and other noncurrent assets” accounts)	–	–	1,395,549	33,584,837	34,980,386
Equity instruments at FVPL	8,137,500	–	–	–	8,137,500
Equity investments designated at FVOCI	–	–	–	76,670,624	76,670,624
	P1,930,747,773	P158,034,645	P99,632,073	P217,702,897	P2,406,117,388
Financial Liabilities					
Other financial liabilities:					
Accounts payable and other current liabilities ⁽²⁾	P722,498,130	P69,048,896	P111,874,169	P–	P903,421,195
Nontrade payable	17,000,000	–	–	–	17,000,000
Bonds payable:					
Principal	–	–	–	820,000,000	820,000,000
Interest	–	–	52,279,919	139,030,060	191,309,979
Interest-bearing loans and borrowings:					
Principal	–	270,000,000	270,000,000	1,560,000,000	2,100,000,000
Interest	–	85,772,784	74,602,069	249,599,786	409,974,639
Lease liabilities	–	25,697,163	89,620,187	540,119,238	655,436,588
Other noncurrent liabilities ⁽³⁾	–	–	–	38,125,618	38,125,618
	P739,498,130	P450,518,843	P598,376,344	P3,346,874,702	P5,135,268,019

⁽¹⁾ Excluding receivables from officers and employees amounting to P26.4 million and P36.1 million as at June 30, 2025 and 2024, respectively.

⁽²⁾ Excluding taxes statutory payables amounting to P33.8 million and P30.2 million as at June 30, 2025 and 2024, respectively.

⁽³⁾ Excluding advance rent, deferred lease liability and deferred output VAT amounting to P16.2 million and P52.6 million as at June 30, 2025 and 2024, respectively.

The Group’s current ratios are as follows:

	2025	2024
Current assets	P3,599,666,499	P3,659,016,909
Current liabilities	1,954,174,091	1,770,507,834
Current ratios	1.84:1.00	2.07:1.00

Credit Risk

Credit risk is the risk that the Group will incur a loss arising from students, franchisees or other counterparties who fail to discharge their contractual obligations. The Group manages and controls credit risk by setting limits on the amount of risk that the Group is willing to accept for individual counterparties and by monitoring expenses in relation to such limits.

It is the Group’s policy to require the students to pay all their tuition and other school fees before they can get their report cards and other credentials. In addition, receivable balances are monitored on an ongoing basis with the result that the Group’s exposure to bad debts is not significant.



With respect to credit risk arising from the other financial assets of the Group, which comprise cash and cash equivalents and equity instruments at FVOCI, the Group's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these instruments. As at June 30, 2025 and 2024, there is no significant concentration of credit risk.

Credit Risk Exposures. The table below shows the maximum exposure to credit risk for the components of the consolidated statements of financial position:

	2025		2024	
	Gross Maximum Exposure ⁽¹⁾	Net Maximum Exposure ⁽²⁾	Gross Maximum Exposure ⁽¹⁾	Net Maximum Exposure ⁽²⁾
Financial Assets				
Financial assets at amortized cost:				
Cash and cash equivalents (excluding cash on hand)	₱2,729,603,027	₱2,688,603,027	₱1,853,223,964	₱1,824,723,964
Receivables ⁽³⁾	511,621,310	511,621,310	430,827,969	430,827,969
Rental deposits (included as part of the "Goodwill, intangible and other noncurrent assets" account)	34,395,359	34,395,359	34,980,386	34,980,386
	₱3,275,619,696	₱3,234,619,696	₱2,319,032,319	₱2,290,532,319

(1) Gross financial assets before taking into account any collateral held or other credit enhancements or offsetting arrangements.

(2) Gross financial assets after taking into account any collateral held or other credit enhancements or offsetting arrangements or insurance in case of bank deposits.

(3) Excluding receivables from officers and employees amounting to ₱26.4 million and ₱36.1 million as at June 30, 2025 and 2024, respectively.

Credit Quality per Class of Financial Asset. The tables below show the credit quality by class of financial assets based on the Group's credit rating system as at June 30, 2025 and 2024:

	2025			
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Credit Impaired	Total
Class A	₱2,805,347,457	₱398,568,097	₱—	₱3,203,915,554
Class B	—	165,276,037	—	165,276,037
Class C	—	85,002,580	6,812,869	91,815,449
Gross carrying amount	2,805,347,457	648,846,714	6,812,869	3,461,007,040
ECL	—	(178,574,475)	(6,812,869)	(185,387,344)
Carrying amount	₱2,805,347,457	₱470,272,239	₱—	₱3,275,619,696

	2024			
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Credit Impaired	Total
Class A	₱1,921,312,912	₱344,884,959	₱—	₱2,266,197,871
Class B	—	207,806,154	—	207,806,154
Class C	—	64,000,992	8,410,477	72,411,469
Gross carrying amount	1,921,312,912	616,692,105	8,410,477	2,546,415,494
ECL	—	(218,972,698)	(8,410,477)	(227,383,175)
Carrying amount	₱1,921,312,912	₱397,719,407	₱—	₱2,319,032,319



The following credit quality categories of financial assets are managed by the Group as internal credit ratings. The credit quality of the financial assets was determined as follows:

- Class A – *Cash and cash equivalents* and *Rental and utility deposits* are classified as “Class A” based on the good credit standing or rating of the counterparty. *Receivables* classified as “Class A” are those with high probability of collection and/or customer or counterparties who possess strong to very strong capacity to meet its obligations.
- Class B – *Receivables* from customers who settle their obligations within tolerable delays.
- Class C – *Receivables* from customers with payment behavior normally extending beyond the credit terms and have a high probability of becoming impaired.

The table below shows the aging analysis of receivables from students on which the amount of allowance was based on lifetime expected credit loss:

	Current	Within the Semester	After the Semester but within the School Year	After the School Year	ECL	Total
2025	₱210,077,489	₱72,945,779	₱17,917,413	₱135,343,983	(₱178,574,476)	₱257,710,188
2024	202,345,881	58,021,853	16,631,838	145,036,728	(218,972,698)	203,063,602

Interest Rate Risk. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Fixed-rate financial instruments are subject to fair value interest rate risk while floating rate financial instruments are subject to cash flow interest rate risk. The Group’s interest rate risk management policy centers on reducing the overall interest expense and exposure to changes in interest rates. Changes in market interest rates relate primarily to the Group’s interest-bearing loans and bonds. The Group’s long-term debt have floating interest rates repriced in various periods from 6 months to one year, thus minimizing the exposure to market changes in interest rates. STI ESG’s 7-year bonds, which had a fixed interest rate, were fully redeemed in March 2024 while the 10-year bonds, maturing in 2027, continue to carry a fixed interest rate.

The Group’s exposure to interest rate risk also includes its cash and cash equivalents balance. Interest rates for the Group’s cash deposits are at prevailing interest rates. Due to the magnitude of the deposits, a significant change in interest rate may also affect the consolidated statements of comprehensive income.

The following table demonstrates the sensitivity, to a reasonably possible change in interest rates, with all other variables held constant, of the consolidated statements of comprehensive income and statements of changes in equity for the years ended June 30, 2025, 2024 and 2023:

	Effect on Income Before Income Tax		
Increase/decrease in Basis Points (bps)	2025	2024	2023
+100 bps	(₱25,770,864)	(₱29,433,333)	(₱40,849,483)
-100 bps	25,770,864	29,433,333	40,849,483

Capital Risk Management Policy

The Group’s objectives when managing capital are to provide returns for stockholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.



The Group manages its capital structure and makes adjustments to it in light of changes in economic conditions. The Group is not subject to externally imposed capital requirements.

The Group monitors capital using the debt-to-equity ratio which is computed as the total of current and noncurrent liabilities, net of unearned tuition and other school fees, divided by total equity. The Group monitors its debt-to-equity ratio to keep it at a level acceptable to the Group, the lender banks and the STI ESG bondholders. The Group's policy is to keep the debt-to-equity ratio at a level not exceeding 1.50:1.00.

The Group considers its equity contributed by stockholders, net of cost of shares held by a subsidiary, as capital.

	2025	2024
Capital stock	₱4,952,403,462	₱4,952,403,462
Additional paid-in capital	1,139,438,468	1,119,127,301
Cost of shares held by a subsidiary	(430,454,088)	(498,142,921)
Retained earnings	8,295,847,265	6,529,002,580
	₱13,957,235,107	₱12,102,390,422

The Group's debt-to-equity ratios are as follows:

	2025	2024
Total liabilities*	₱4,286,313,221	₱4,697,997,894
Total equity	12,485,171,526	10,572,376,009
Debt-to-equity ratio	0.34:1.00	0.44:1.00

*Excluding unearned tuition and other school fees

The Group's asset-to-equity ratios are as follows:

	2025	2024
Total assets	₱17,014,258,584	₱15,441,821,846
Total equity	12,485,171,526	10,572,376,009
Asset-to-equity ratio	1.36:1.00	1.46:1.00

No changes were made in the objectives, policies or processes for the years ended June 30, 2025, 2024 and 2023.

36. Fair Value Information of Financial Instruments

The following tables set forth the carrying amounts and estimated fair values of financial assets and liabilities recognized as at June 30, 2025 and 2024. There are no material unrecognized financial assets and liabilities as at June 30, 2025 and 2024.

	2025				
	Carrying Amount	Fair Value	Level 1 ⁽¹⁾	Level 2 ⁽³⁾	Level 3 ⁽³⁾
Financial Assets					
At amortized cost -					
Rental and utility deposits	₱34,395,359	₱34,395,359	₱-	₱-	₱34,395,359
Equity instruments designated at FVOCI	73,649,156	73,649,156	12,428,646	51,199,615	10,020,895
	₱108,044,515	₱108,044,515	₱12,428,646	₱51,199,615	₱44,416,254



2025					
	Carrying Amount	Fair Value	Level 1 ⁽¹⁾	Level 2 ⁽³⁾	Level 3 ⁽³⁾
Financial Liabilities					
Other financial liabilities at amortized cost -					
Refundable deposits	P21,284,640	P18,062,381	P—	P—	P18,062,381
Bonds payable	816,706,013	729,004,970	—	729,004,970	—
	P837,990,653	P747,067,351	P—	P729,004,970	P18,062,381

⁽¹⁾ Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities

⁽²⁾ Level 2 – Valuation techniques for which the lowest level of input that is significant to the fair value measurement is directly or indirectly observable

⁽³⁾ Level 3 – Valuation techniques for which the lowest level of input that is significant to the fair value measurement is unobservable

2024					
	Carrying Amount	Fair Value	Level 1 ⁽¹⁾	Level 2 ⁽²⁾	Level 3 ⁽³⁾
Financial Assets					
At amortized cost -					
Rental and utility deposits	P34,980,386	P34,980,386	P—	P—	P34,980,386
Equity instruments designated at FVOCI	76,670,624	76,670,624	10,197,060	56,452,669	10,020,895
	P111,651,010	P111,651,010	P10,197,060	P56,452,669	P45,001,281

Financial Liabilities					
Other financial liabilities at amortized cost -					
Refundable deposits	P39,818,810	P31,766,951	P—	P—	P31,766,951
Bonds payable	814,967,275	678,402,624	—	678,402,624	—
	P854,786,085	P710,169,575	P—	P678,402,624	P31,766,951

⁽¹⁾ Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities

⁽²⁾ Level 2 – Valuation techniques for which the lowest level of input that is significant to the fair value measurement is directly or indirectly observable

⁽³⁾ Level 3 – Valuation techniques for which the lowest level of input that is significant to the fair value measurement is unobservable

The following methods and assumptions were used to estimate the fair value of each class of financial instrument for which it is practicable to estimate such value.

Cash and Cash Equivalents, Receivables and Accounts Payable and Other Current Liabilities. Due to the short-term nature of transactions, the fair values of these instruments approximate the carrying amounts as of financial reporting date.

Rental and Utility Deposits. The fair values of these instruments are computed based on the present value of future cash flows discounted using the prevailing BVAL reference rates ranging from 0.58% to 6.13% and 1.31% to 6.81% as at June 30, 2025 and 2024, respectively that are specific to the tenor of the instruments' cash flows at the end of the reporting period.

Equity Instruments at FVPL and FVOCI. The fair values of publicly-traded equity instruments designated at FVOCI, classified under Level 1, are determined by reference to market bid quotes as at financial reporting date. The fair values of unquoted shares are determined using valuation techniques with inputs and assumptions that are based on market observable data and conditions. Such techniques include using recent arm's-length market transactions and reference to the current market value of another instrument which is substantially the same.

Interest-bearing Loans and Borrowings. The carrying value of floating rate interest-bearing loans and borrowings approximates fair value because of regular repricing based on market conditions.

Fixed-rate Bonds. The estimated fair value of the 10-year bonds, maturing in 2027 which carries a fixed interest rate is based on the discounted value of future cash flows using the prevailing credit adjusted risk-free rates that are adjusted for credit spread. Interest rates used in discounting cash flows were 7.21% and 7.27% as at June 30, 2025 and 2024, respectively.



Refundable Deposits. The fair values of the refundable deposits are computed based on the present value of future cash flows discounted using the prevailing BVAL reference rates ranging from 5.13% to 6.66% and 5.59% to 6.86% as at June 30, 2025 and 2024, respectively adjusted for 2.0% credit spread rate that are specific to the tenor of the instruments' cash flows at the end of the reporting period.

In June 30, 2025 and 2024, there were no transfers between Level 1 and 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

37. Note to Consolidated Statements of Cash Flows

The Group's material non-cash investing and financing activities follow:

- a. Recognition of right-of-use assets presented under "Property and equipment" at initial recognition of the lease at commencement date amounting to ₱71.7 million, ₱46.2 million and ₱169.8 million for the years ended June 30, 2025, 2024 and 2023, respectively (see Note 11).
- b. Unpaid progress billing for construction-in-progress presented under "Property and equipment" amounting to ₱44.3 million, ₱16.2 million and ₱3.6 million as at June 30, 2025, 2024 and 2023, respectively.
- c. Reclassification from "Noncurrent asset held for sale" to "Investment properties" amounting to ₱1,013.0 million for the year ended June 30, 2025 (see Note 10).
- d. Reclassifications from property and equipment to investment properties amounted to ₱187.4 million and ₱40.5 million for the years ended June 30, 2024 and 2023, respectively (nil in 2025); and from investment properties to property and equipment amounted to ₱140.1 million and ₱115.7 million for the years ended June 30, 2025 and June 30, 2023, respectively (nil in 2024).
- e. Reclassification from "Other noncurrent assets", pertaining to advances to suppliers, to "Property and equipment" amounting to ₱21.3 million, ₱12.9 million and ₱4.2 million for the years ended June 30, 2025, 2024 and 2023, respectively.
- f. Reclassification from "Other noncurrent assets", pertaining to deposit for asset acquisition, to "Property and equipment" amounted to ₱20.4 million for the year ended June 30, 2025 (see Notes 11 and 16).
- g. Accounts payable amounting to ₱102.1 million represents the outstanding installment balance of STI ESG for the acquisition of a parcel of land at South Park District, Alabang, Muntinlupa City. This liability is due 16 months after the Deed of Sale on Installments was executed in September 2024 (see Notes 11 and 17).



38. Changes in Liabilities Arising from Financing Activities

	July 1, 2024	Cash Flows	Gain on Early Extinguishment of Loan	Reclassified as Current	Effect of Lease Termination/ Modifications (see Notes 11 and 29)	New/Renewed Leases (see Note 29)	Interest Expense (see Note 23)	Dividends Declared (see Note 21)	June 30, 2025
Current portion of interest-bearing loans and borrowings	₱536,274,021	(₱562,222,222)	₱-	₱606,215,363	₱-	₱-	₱-	₱-	₱580,267,162
Bonds payable	814,967,275	-	-	-	-	-	1,738,738	-	816,706,013
Interest-bearing loans and borrowings - net of current portion	1,549,840,391	198,500,000	-	(606,215,363)	-	-	3,940,640	-	1,146,065,668
Lease liabilities	490,073,264	(121,524,008)	-	-	(15,464,419)	72,516,280	35,448,863	-	461,049,980
Dividends payable	30,302,513	(428,326,765)	-	-	-	-	-	430,419,952	32,395,700
Interest payable	49,507,925	(215,551,280)	-	-	-	-	204,650,311	-	36,606,956
	₱3,470,965,389	(₱1,129,124,275)	₱-	₱-	(₱15,464,419)	₱72,516,280	₱245,778,552	₱430,419,952	₱3,075,091,479

	July 1, 2023	Cash Flows	Gain on Early Extinguishment of Loan	Reclassified as Current	Effect of Lease Termination/ Modifications (see Notes 11 and 29)	New/Renewed Leases (see Note 29)	Interest Expense (see Note 23)	Dividends Declared (see Note 21)	June 30, 2024
Current portion of interest-bearing loans and borrowings	₱262,837,889	(₱473,050,208)	₱-	₱746,281,953	₱-	₱-	204,387	₱-	₱536,274,021
Bonds payable	2,988,422,984	(2,180,000,000)	-	-	-	-	6,544,291	-	814,967,275
Interest-bearing loans and borrowings - net of current portion	808,707,735	1,488,750,000	(3,076,465)	(746,281,953)	-	-	1,741,074	-	1,549,840,391
Lease liabilities	536,759,779	(122,452,098)	-	-	-	41,099,396	34,666,187	-	490,073,264
Dividends payable	27,411,219	(287,597,966)	-	-	-	-	-	290,489,260	30,302,513
Interest payable	23,550,067	(224,187,598)	-	-	-	-	250,145,456	-	49,507,925
	₱4,647,689,673	(₱1,798,537,870)	(₱3,076,465)	₱-	₱-	₱41,099,396	₱293,301,395	₱290,489,260	₱3,470,965,389

	July 1, 2022	Cash Flows	Gain on Early Extinguishment of Loan	Reclassified as Current	Effect of Lease Termination/ Modifications (see Notes 11 and 29)	New/Renewed Leases (see Note 29)	Interest Expense (see Note 23)	Dividends Declared (see Note 21)	June 30, 2023
Current portion of interest-bearing loans and borrowings	₱239,135,979	(₱359,544,756)	₱-	₱383,042,279	₱-	₱-	204,387	₱-	₱262,837,889
Bonds payable	2,980,515,064	-	-	-	-	-	7,907,920	-	2,988,422,984
Interest-bearing loans and borrowings - net of current portion	1,291,461,407	(100,000,000)	-	(383,042,279)	-	-	288,607	-	808,707,735
Lease liabilities	473,316,566	(133,436,395)	-	-	(1,742,210)	165,482,070	33,139,748	-	536,759,779
Dividends payable	26,411,518	(142,953,699)	-	-	-	-	-	143,953,400	27,411,219
Interest payable	26,583,874	(263,727,425)	-	-	-	-	260,693,618	-	23,550,067
	₱5,037,424,408	(₱999,662,275)	₱-	₱-	(₱1,742,210)	₱165,482,070	₱302,234,280	₱143,953,400	₱4,647,689,673



39. Business Combination and Asset Acquisition

CHI

As discussed in Notes 4 and 11, on June 20, 2024, STI ESG and TCAMI executed a deed of absolute sale for STI ESG's acquisition of 100.0% of the total issued and outstanding capital stock of CHI.

The acquisition of CHI is accounted for as an asset acquisition (see Note 4). CHI's assets, which primarily consist of a parcel of land, were assigned their carrying amount based on their relative fair values. The land was valued at ₱182.9 million, after allocating the acquisition cost to other identifiable assets and liabilities of CHI which had a net liability carrying amount of ₱2.9 million.

STI Alabang

On March 16, 2023, STI ESG and the majority owners of STI Alabang entered into a deed of absolute sale wherein STI ESG acquired 60.0% of the issued and outstanding capital stock of STI Alabang from the former franchisee for ₱1.00. Prior to this, STI ESG owns 40.0% of STI Alabang's issued and outstanding capital stock. As a result, STI Alabang became a wholly owned subsidiary of STI ESG effective March 31, 2023.

The following are the identifiable assets and liabilities as at the date of acquisition based on final purchase price allocation:

<i>Assets</i>	
Cash	₱9,232,050
Receivables	5,194,246
Inventories	960,491
Prepaid expenses	892,547
Property and equipment (see Note 11)	2,162,891
Deferred tax assets	843,309
Other noncurrent assets	1,271,855
	<u>20,557,389</u>
<i>Liabilities</i>	
Accounts payable and other current liabilities	43,581,348
Total identifiable net liabilities at fair values	(23,023,959)
Purchase consideration transferred	1
Goodwill (see Note 16)	<u>₱23,023,960</u>

Analysis of cash flow on acquisition is as follows:

Cash acquired from the subsidiary	₱9,232,050
Cash paid	(1)
Net cash inflow on acquisition	<u>₱9,232,049</u>

The transaction was accounted for as a business combination. The identifiable assets and liabilities recognized in the consolidated financial statements as at June 30, 2023 were based on assessment of the fair value of these assets and liabilities at the time of acquisition. The transaction resulted in goodwill amounting to ₱23.0 million which is presented as part of "Goodwill, intangible and other noncurrent assets" in the consolidated statement of financial position as at June 30, 2023 (see Notes 1, 13 and 16). Goodwill comprises the expected synergies in operating the school under STI ESG management.



From the date of acquisition to June 30, 2023, the revenues included in the consolidated statement of comprehensive income contributed by STI Alabang was ₱10.4 million. STI Alabang also contributed net loss of ₱1.8 million over the same period. If the acquisition had taken place at the beginning of the fiscal year ended June 30, 2023, the consolidated revenue and consolidated net income would have been ₱3,435.2 million and ₱913.7 million, respectively.

40. Other Matters

On February 27, 2024, the BOD of STI Holdings ratified the execution of a term sheet between STI Holdings and Philippine School of Business Administration (PSBA Manila) and Philippine School of Business Administration, Inc. – Quezon City (PSBA Quezon City) or collectively referred to as “PSBA”. The term sheet covers the takeover by STI Holdings of the operations of PSBA as well as the acquisition of licenses, trademarks, trade names, and school-related assets owned by PSBA (the “transaction”).

The term sheet and the implementation of the transaction are subject to several conditions including, among others, the execution of mutually acceptable definitive agreements, fulfillment of the conditions precedent, approval of the stockholders of PSBA, and regulatory approvals.

On May 2, 2024, STI ESG entered into a Contract to Sell with PSBA Manila for the sale and purchase of a 3,000 square meter parcel of land located at Aurora Boulevard, Quezon City (referred to as the “Subject Property”). The purchase price of the Subject Property is less than ten percent (10.0%) of the total assets of STI Holdings. The sale and purchase of the Subject Property is subject to regulatory approvals and the fulfillment of certain conditions precedent. Subject to regulatory approvals and upon fulfillment of such conditions precedent, STI ESG and PSBA Manila shall execute a Deed of Absolute Sale over the Subject Property.

On May 2, 2024, STI Holdings and PSBA also executed the Right of First Refusal Agreement. as STI Holdings has the right of first refusal in the event that PSBA intends to sell the PSBA properties. PSBA Manila is the registered and beneficial owner of a parcel of land, together with the improvement thereon, located at R. Papa St., Manila (the “PSBA Manila Property”). PSBA Manila is also the registered and beneficial owner of two parcels of land, together with improvements thereon, located at Aurora Boulevard, Quezon City.

On the same date, STI College Novaliches, Inc. entered into an Asset Purchase Agreement with PSBA for the acquisition by STI College Novaliches, Inc. of the tangible and intangible assets of PSBA (collectively, the “School Related Assets”) used or relating to the operation by PSBA of its schools located in Manila and Quezon City. The purchase price for the School Related Assets is less than ten percent (10.0%) of the total assets of STI Holdings. The sale and purchase of School Related Assets is subject to regulatory approvals and the fulfillment of certain conditions. Subject to regulatory approvals and the fulfillment of certain conditions, STI College Novaliches, Inc. and PSBA shall execute Deeds of Assignment for the sale and purchase of the School Related Assets. As at October 13, 2025, the conditions precedent and regulatory approvals for the aforementioned agreements have not been fulfilled.



On May 30, 2024, STI ESG and PSBA executed a Management Agreement appointing STI ESG to manage the operations of PSBA schools with the goal of increasing enrollment as well as promoting PSBA as one of the leading educational institutions in the Philippines for accountancy and business programs. STI ESG shall provide the management services starting July 1, 2024 for PSBA Quezon City and starting August 1, 2024 for PSBA Manila. The management services will be for a period of three (3) years counting from the management commencement date.

STI ESG shall perform the following obligations, among others, (1) provide management services including, but not limited to, marketing and advertising efforts, administering teaching and nonteaching staff deployed in each of the PSBA schools, maintaining school records and providing such other administrative and support services required for the effective operations of PSBA schools; (2) enter into contracts for and on behalf of PSBA with third parties without need of consent of PSBA; (3) liaise with local government units and government agencies in relation to the management and operations of PSBA schools; (4) apply for and obtain permits and licenses for PSBA schools.

PSBA Manila and PSBA Quezon City shall each pay management fees to STI ESG equivalent to 26.0% of the gross revenues of PSBA Manila and PSBA Quezon City, respectively.

The management agreement may be extended provided that (i) such extension shall be subject to mutual agreement of the Parties; (ii) STI ESG shall be entitled to use the PSBA Manila and Quezon City properties rent-free during the extended management period, and (iii) the same terms and conditions shall apply during the extended management period unless otherwise agreed upon by the Parties in writing.

On September 23, 2024, PSBA informed STI Holdings that a third party had offered to purchase the PSBA Manila Property. On October 2, 2024, STI Holdings informed PSBA that it intended to exercise its right of first refusal over the PSBA Manila Property under the same terms and conditions offered by the third party. As at October 13, 2025, STI Holdings has yet to receive the reply of PSBA.

As discussed in note 1, the SEC approved on July 31, 2025 the several amendments to the Articles of Incorporation of STI College Novaliches, Inc. which include, among others, the change in the corporate name to "Philippine School of Business Administration - Manila, Inc.". The SEC likewise approved on August 29, 2025 the amended By-Laws of Philippine School of Business Administration-Manila, Inc. (formerly "STI College Novaliches, Inc."), which include, among others, the change in its fiscal year from April 1 of each year to March 31 of the following year to July 1 of each year to June 30 of the following year.

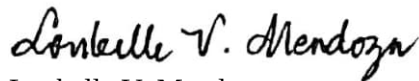


INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY SCHEDULES

The Stockholders and the Board of Directors
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6764 Ayala Avenue
Makati City

We have audited in accordance with Philippine Standards on Auditing, the consolidated financial statements of STI Education Systems Holdings, Inc. and its subsidiaries (the Group) as at June 30, 2025 and 2024 and for each of the three years in the period ended June 30, 2025, and have issued our report thereon dated October 13, 2025. Our audits were made for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The schedules listed in the Index to the Supplementary Schedules are the responsibility of the Group's management. These schedules are presented for purposes of complying with Revised Securities Regulation Code Rule 68, and are not part of the basic consolidated financial statements. These schedules have been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, fairly state, in all material respects, the information required to be set forth therein in relation to the basic consolidated financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.



Loubelle V. Mendoza

Partner

CPA Certificate No. 115161

Tax Identification No. 301-422-247

BOA/PRC Reg. No. 0001, April 16, 2024, valid until August 23, 2026

BIR Accreditation No. 08-001998-145-2024, July 18, 2024, valid until July 17, 2027

PTR No. 10465344, January 2, 2025, Makati City

October 13, 2025

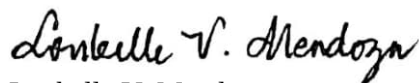


INDEPENDENT AUDITOR'S REPORT ON COMPONENTS OF FINANCIAL SOUNDNESS INDICATORS

The Stockholders and the Board of Directors
STI Education Systems Holdings, Inc.
7th Floor, STI Holdings Center
6764 Ayala Avenue
Makati City

We have audited in accordance with Philippine Standards on Auditing, the consolidated financial statements of STI Education Systems Holdings, Inc. and its subsidiaries (the Group) as at June 30, 2025 and 2024 and for each of the three years in the period ended June 30, 2025, and have issued our report thereon dated October 13, 2025. Our audits were made for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The Supplementary Schedule on Financial Soundness Indicators, including their definitions, formulas, calculation, and their appropriateness or usefulness to the intended users, are the responsibility of the Group's management. These financial soundness indicators are not measures of operating performance defined by Philippine Financial Reporting Standards (PFRS) Accounting Standards and may not be comparable to similarly titled measures presented by other companies. This schedule is presented for the purpose of complying with the Revised Securities Regulation Code Rule 68 issued by the Securities and Exchange Commission, and is not a required part of the basic consolidated financial statements prepared in accordance with PFRS Accounting Standards. The components of these financial soundness indicators have been traced to the Group's consolidated financial statements as at June 30, 2025 and 2024 and for each of the three years in the period ended June 30, 2025 and no material exceptions were noted.

SYCIP GORRES VELAYO & CO.



Loubelle V. Mendoza

Partner

CPA Certificate No. 115161

Tax Identification No. 301-422-247

BOA/PRC Reg. No. 0001, April 16, 2024, valid until August 23, 2026

BIR Accreditation No. 08-001998-145-2024, July 18, 2024, valid until July 17, 2027

PTR No. 10465344, January 2, 2025, Makati City

October 13, 2025



STI EDUCATION SYSTEMS HOLDINGS, INC. AND SUBSIDIARIES**INDEX TO THE SUPPLEMENTARY SCHEDULES****June 30, 2025**

Schedule	Content
A	Financial Assets
B	Amounts Receivable from Directors, Officers, Employees, Related Parties and Principal Stockholders (Other than Related Parties)
C	Amounts Receivable from Related Parties which are Eliminated During the Consolidation of the Financial Statements
D	Long-Term Debt
E	Indebtedness to Related Parties (Long-Term Loans from Related Companies)
F	Guarantees of Securities of Other Issuers
G	Capital Stock
H	Reconciliation of Retained Earnings Available for Dividend Declaration
I	Map of Relationships Between and Among the Company and Its Ultimate Parent Company, Middle Parent, Subsidiaries or Co-Subsidiaries and Associates
J	Schedule of Financial Soundness Indicators
K	Supplemental Schedule of External Auditor Fee-Related Information

SCHEDULE A – FINANCIAL ASSETS

June 30, 2025

(Amount in Pesos)

STI EDUCATION SYSTEMS HOLDINGS, INC.

7/F STI Holdings Center

6764 Ayala Avenue

Makati City

Name of Issuing Entity and Association of Each Issue	Number of Shares or Principal Amount of Bonds and Notes	Amount shown in the Statement of Financial Position	Value Based on Market Quotation at End of Reporting Period	Income Received and Accrued

The Group's financial asset at FVPL is less than 5% of total consolidated current assets as at June 30, 2025, thus, the schedule of financial assets is not applicable.

SCHEDULE B – AMOUNTS RECEIVABLE FROM DIRECTORS, OFFICERS, EMPLOYEES,
RELATED PARTIES, AND PRINCIPAL STOCKHOLDERS (Other than Related Parties)
June 30, 2025
(Amount in Pesos)

STI EDUCATION SYSTEMS HOLDINGS, INC.

7/F STI Holdings Center
6764 Ayala Avenue
Makati City

Name and Designation of Debtor	Balance			Amounts			Balance
	at Beginning of Period	Additions	Amounts Collected	Written- off	Current	Not Current	at End of Period

The Group does not have receivables from individual directors, officers, employees and principal stockholders aggregating above one million pesos (**₱**1.0 million) or 1% of total consolidated assets, whichever is less, as at June 30, 2025.

SCHEDULE C – AMOUNTS RECEIVABLE FROM RELATED PARTIES WHICH ARE ELIMINATED
DURING THE CONSOLIDATION OF FINANCIAL STATEMENTS

June 30, 2025
(Amount in Pesos)

STI EDUCATION SYSTEMS HOLDINGS, INC.

7/F STI Holdings Center
6764 Ayala Avenue
Makati City

Name of Debtor and Description	Balance at Beginning of Period	Additions	Amounts Collected	Current	Not Current	Balance at End of Period	Description
Receivable of AHC from STI Holdings	₱63,778,000			₱63,778,000	-	₱63,778,000	Assignment of receivable from Unlad Resources Development Corporation
Receivable of AHC from STI Holdings	64,000,000			-	64,000,000	64,000,000	Subscription
Receivable of STI ESG from STI WNU	-	29,007,950	14,303,471	14,704,479	-	14,704,479	Educational services and sale of educational materials and supplies
Receivable of STI ESG from STI WNU	-	7,746,999	3,673,429	4,073,570	-	4,073,570	Reimbursement for various expenses and other charges

SCHEDULE D – LONG-TERM DEBT

June 30, 2025
(Amount in Pesos)

STI EDUCATION SYSTEMS HOLDINGS, INC.

7/F STI Holdings Center
6764 Ayala Avenue
Makati City

Title of Issue and Type of Obligation	Amount Authorized by Indenture	Amount shown under caption “Current portion of interest-bearing loans and borrowings” in related Statement of Financial Position	Amount shown under caption “Bonds payable / Interest-bearing loans and borrowings - net of current portion” in related Statement of Financial Position
Metrobank / Term Loan* Maturity Date: March 16, 2029 Interest Rate: 7.8503% per annum (reprised at the rate of 7.0517% on September 18, 2025) No. of installment: ten (10) semi-annual installments	₱2,000,000,000 (Amount drawn: ₱1,000,000,000; Balance: ₱800,000,000)	₱198,499,178	₱595,929,276
BPI / Term Loan** Maturity Date: March 18, 2029 Interest rate: 8.4211% / 7.8201% per annum (reprised at the rate of 7.0588% on September 18, 2025) No. of installments: ten (10) semi-annual installments	₱1,000,000,000 (Initial drawn amount: ₱500,000,000; Balance: ₱400,000,000 Second drawn amount: ₱200,000,000; Balance: ₱177,777,778)	143,344,193	430,347,173
China Banking Corporation - Term loan*** Maturity Date: September 19, 2026 Interest Rate: 5.81% to 8.0472% per annum (reprised at the rate of 7.1577% on September 19, 2025) Remaining No. of installments: five (5) semi-annual installments	₱1,200,000,000 (Amount drawn: ₱1,200,000,000; Balance: ₱360,000,000)	238,423,791	119,789,219
Fixed rate bonds series 10-year**** Interest rate: 6.3756% per annum Year of Maturity: 2027	₱5,000,000,000 (Amount of bonds issued: 7-year series - ₱2,180,000,000; 10-year series - ₱820,000,000; Balance: ₱820,000,000)	-	816,706,013
		₱580,267,162	₱1,962,771,681

Figures are presented in the Consolidated Statement of Financial Position:

* presented net of deferred finance cost of ₱5.5 million

** presented net of deferred finance costs of ₱4.1 million

*** presented net of deferred finance costs of ₱1.8 million

**** presented net of bond issue cost of ₱3.3 million

SCHEDULE E – INDEBTEDNESS TO RELATED PARTIES
(LONG-TERM LOANS FROM RELATED COMPANIES)

June 30, 2025
(Amount in Pesos)

STI EDUCATION SYSTEMS HOLDINGS, INC.

7/F STI Holdings Center
6764 Ayala Avenue
Makati City

Name of Related Party	Balance at beginning of period	Balance at end of period

The Group has no long-term loans from related parties as at June 30, 2025.

SCHEDULE F - GUARANTEES OF SECURITIES OF OTHER ISSUERS
June 30, 2025
(Amount in Pesos)

STI EDUCATION SYSTEMS HOLDINGS, INC.

7/F STI Holdings Center
6764 Ayala Avenue
Makati City

Name of issuing entity of securities guaranteed by the company for which this statement is filed	Title of issue of each class of securities guaranteed	Total amount guaranteed and outstanding	Amount owned by person for which statement is filed	Nature of guarantee

The Group does not have guarantees of securities of other issuing entities as at June 30, 2025

SCHEDULE G – CAPITAL STOCK

June 30, 2025

(Amount in Pesos)

STI EDUCATION SYSTEMS HOLDINGS, INC.

7/F STI Holdings Center

6764 Ayala Avenue

Makati City

Title of Issue	Number of Shares Authorized	Number of Shares Issued and Outstanding as shown under related Statement of Financial Position caption	Number of Shares Reserved for Options, warrants, Conversion and Other Rights	Number of Shares held by Related Parties	Number of Shares held by Directors, Officers and Employees	Number of shares held by Others
Common Stock	10,000,000,000	9,904,806,924	None	4,982,842,860*	1,940,347,377**	2,981,616,687***
*Related Parties:			**Directors, Officers, and Employees:			
Prudent Resources, Inc.	1,621,085,049		Eusebio H.Tanco		1,666,135,444	
Biolim Holdings and Management Corp. (Formerly: Rescom Developers, Inc.)	812,626,795		Monico V. Jacob		33,784,057	
Eujo Philippines, Inc.	806,157,130		Maria Vanessa Rose L. Tanco		30,588,001	
Tantivy Holdings, Inc. (Formerly, Insurance Builders, Inc.	629,776,992		Joseph Augustin L. Tanco		3,949,001	
STI Education Services Group	432,432,895		Martin K. Tanco		114,491,907	
Eximious Holdings, Inc. (Formerly, Capital Managers and Advisors, Inc.)	425,835,332		Paolo Martin O. Bautista		4,000,000	
Philippines First Insurance Co., Inc.	65,262,000		Jesli A. Lapus		6,000,000	
Prime Power Holdings Corp.	189,666,667		Robert G. Vergara		1,000	
			Ma. Leonora V. De Jesus		1,000	
T O T A L	4,982,842,860	*	Raymond N. Alimurung		1,000	
			Antonio T. Carpio		10,000	
			Yolanda M. Bautista		5,000,001	
			Arsenio C. Cabrera, Jr.		6,500,000	
			STI Employees Retirement Plan		69,885,966	
			T O T A L		1,940,347,377	**

*** Number of Shares held by Others decreased by 2% as of June 30, 2025 from the last Statement of Financial Position as of June 30, 2024.

SCHEDULE H – RECONCILIATION OF RETAINED EARNINGS
AVAILABLE FOR DIVIDEND DECLARATION
As of June 30, 2025
(Amount in Pesos)

STI EDUCATION SYSTEMS HOLDINGS, INC.

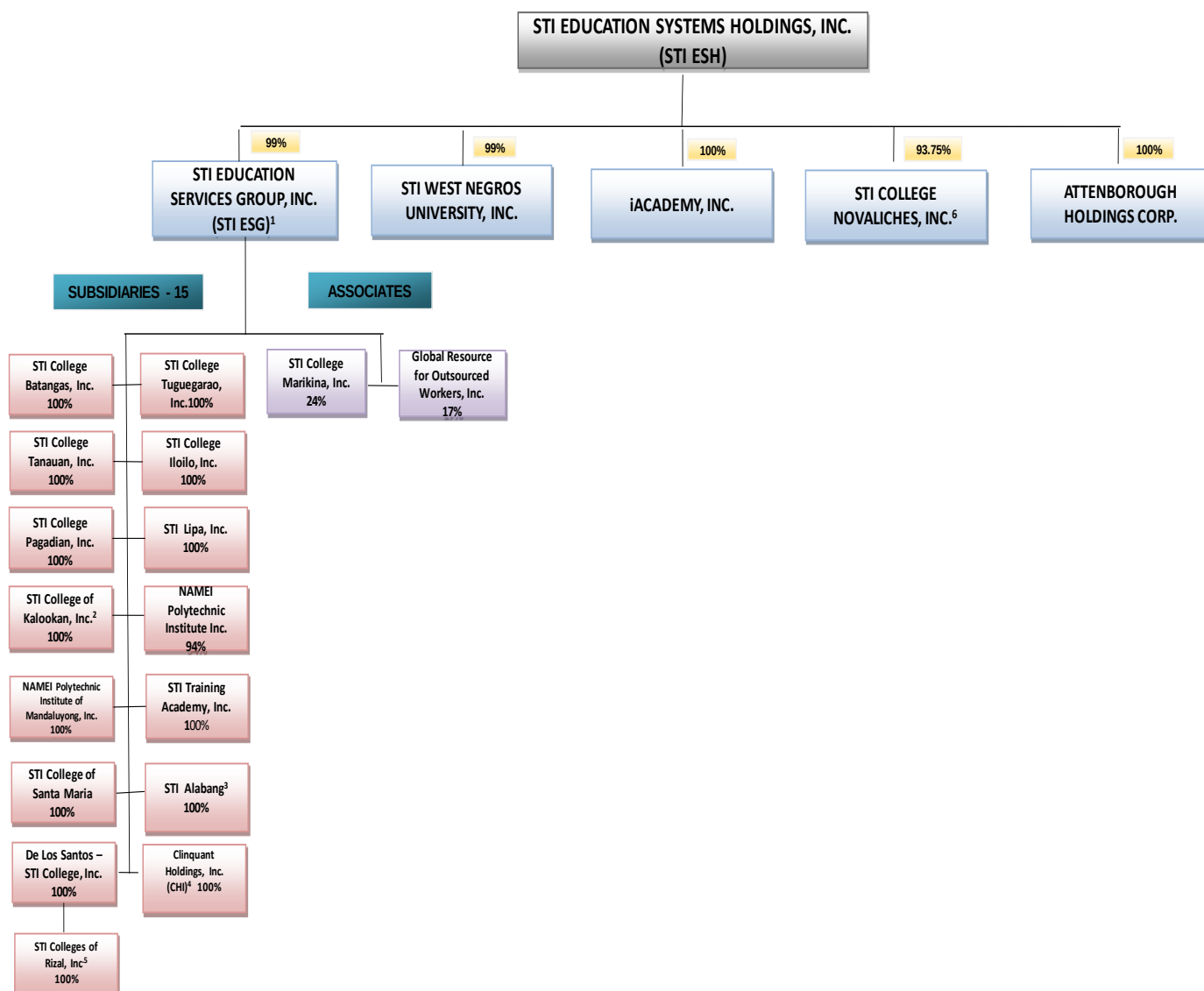
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6764 Ayala Avenue
Makati City

Unappropriated Retained Earnings, beginning of reporting period	₱2,048,456,856
Add: Category A: Items that are directly credited to unappropriated retained earnings	—
Less: Category B: Items that are directly debited to unappropriated retained earnings -	
Dividend declaration during the period	445,716,312
Unappropriated Retained Earnings, as adjusted	1,602,740,544
Add: Net income for the current year	452,078,695
Less: Category C.1: Unrealized income recognized in profit or loss during the reporting period (net of tax)	—
Add: Category C.2: Unrealized income recognized in the profit or loss in prior reporting periods but realized in the current reporting period (net of tax)	—
Add: Category C.3: Unrealized income recognized in profit or loss in prior periods but reversed in the current reporting (net of tax)	—
Sub-total	—
Adjusted Net Income	452,078,695
Add: Category D: Non-actual losses recognized in profit or loss during the reporting period (net of tax)	—
Add: Category E: Adjustments related to relief granted by the SEC and BSP	—
Add/Less: Category F: Other items that should be excluded from the determination of the amount of available for dividends distribution -	
Net movement in deferred tax liability on right-of-use assets	(512,275)
Sub-total	(512,275)
TOTAL RETAINED EARNINGS, END OF THE REPORTING PERIOD AVAILABLE FOR DIVIDEND DECLARATION	₱2,054,306,964

SCHEDULE I – MAP OF RELATIONSHIPS BETWEEN AND AMONG THE COMPANY
AND ITS ULTIMATE PARENT COMPANY, MIDDLE PARENT, SUBSIDIARIES OR
CO-SUBSIDIARIES, AND ASSOCIATES
June 30, 2025

STI EDUCATION SYSTEMS HOLDINGS, INC.

7/F STI Holdings Center
6764 Ayala Avenue
Makati City



¹ STI ESG owns 4.37% equity interest in STI Holdings as at June 30, 2025.

² A subsidiary of STI ESG through a management contract.

³ On March 16, 2023, STI ESG acquired 60% of the issued and outstanding capital stock of STI Alabang from the former franchisee. STI Alabang became a wholly-owned subsidiary of STI ESG as at March 31, 2023.

⁴ On June 20, 2024, STI ESG and Total Consolidated Asset Management, Inc. executed a deed of absolute sale for STI ESG's acquisition of 100% of the total issued and outstanding capital stock of CHI.

⁵ A wholly owned subsidiary of De Los Santos-STI College

⁶ STI College Novaliches Inc. became a direct subsidiary of STI ESH on January 27, 2025

SCHEDULE J – SCHEDULE OF FINANCIAL SOUNDNESS INDICATORS
June 30, 2025

STI EDUCATION SYSTEMS HOLDINGS, INC. AND SUBSIDIARIES

7/F STI Holdings Center
6764 Ayala Avenue
Makati City

	Formula	June 30, 2025	June 30, 2024
Current ratio	$\frac{\text{Current assets}}{\text{Current liabilities}}$	1.84	2.07
Acid test ratio	$\frac{\text{Current assets less inventories, prepayments, noncurrent asset held for sale \& equity instruments at FVPL}}{\text{Current liabilities}}$	1.67	1.31
Solvency ratios			
Debt-to-equity ratio	$\frac{\text{Total liabilities less unearned tuition \& other school fees}}{\text{Total equity}}$	0.34	0.44
Asset-to-equity ratio	$\frac{\text{Total assets}}{\text{Total equity}}$	1.36	1.46
Interest coverage ratio	$\frac{\text{EBITDA for the last twelve months}}{\text{Interest due in the next twelve (12) months}}$	18.19	11.71
Return on equity	$\frac{\text{Annualized net income attributable to equity holders of the parent company}}{\text{Average equity attributable to equity holders of the parent company}}$	19%	16%
Return on assets	$\frac{\text{Annualized net income}}{\text{Average total assets}}$	14%	11%
Net profit margin	$\frac{\text{Net income after provision for income tax}}{\text{Total revenues}}$	40%	34%
Other ratios			
EBITDA margin	$\frac{\text{EBITDA}^*}{\text{Total revenues}}$	57%	53%
Debt service cover ratio	$\frac{\text{EBITDA for the last twelve months}}{\text{Total principal and interest due for the next twelve months}}$	4.13	2.86

**EBITDA is earnings before interest expense, interest income, provision for (benefit from) income tax, depreciation and amortization, gain / loss on foreign exchange differences, equity in net earnings of associates and joint venture, fair value gain / loss on equity instruments at FVPL and nonrecurring gains and losses such as gain on early extinguishment of loan, gain on termination of lease, and loss on remeasurement of noncurrent asset held for sale. Depreciation and interest expense for purposes of this computation exclude those related to ROU assets and lease liabilities, respectively.*

SCHEDULE K – SUPPLEMENTAL SCHEDULE OF EXTERNAL AUDITOR
FEE – RELATED INFORMATION
For the year ended June 30, 2025
(With Comparative Figures for the year ended June 30, 2024)

STI EDUCATION SYSTEMS HOLDINGS, INC. AND SUBSIDIARIES

7/F STI Holdings Center
6764 Ayala Avenue
Makati City

	2025	2024
Total Audit Fees	₱23,114,000	₱21,191,000
Non-audit services fees:		
Other assurance services	-	-
Tax services	-	66,000
All other services*	1,265,000	1,263,000
Total Non-Audit Fees	1,265,000	1,329,000
Total Audit and Non-Audit Fees	₱24,379,000	₱22,520,000

**Billed fees for Sustainability Reporting Advisory and Corporate Governance seminar in FY2025 and FY2024.*

Foundations For Tomorrow: Strengthening Education, Building Futures



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About This Report

STI Education Systems Holdings, Inc. (STI Holdings), referred to as the Parent Company, operates through its subsidiaries: STI Education Services Group, Inc. (STI ESG), STI West Negros University, Inc. (STI WNU), and iACADEMY, Inc. (iACADEMY). Collectively known as the “Group,” these entities have established a leading position in delivering innovative and relevant education aimed at nurturing individuals to become competent and responsible members of society. Guided by its core values, the Group continually refines its educational delivery in pursuit of sustainable development.

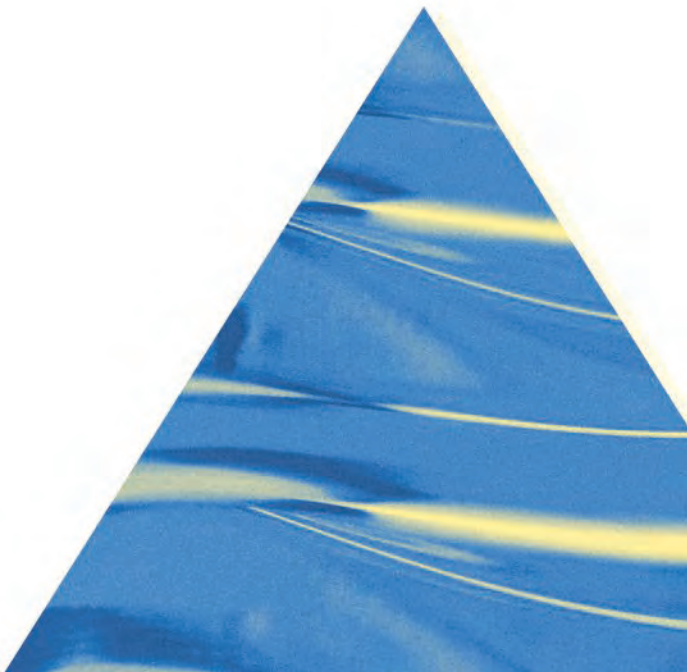
This report highlights the Group’s commitment to advancing sustainable education amidst the evolving demands of the times. As the world transitioned into a new normal, the Group successfully adapted to changes brought by the global health crisis by remaining focused on its mission and innovating its learning delivery models.

Moreover, this document has been prepared in compliance with the Securities and Exchange Commission’s (SEC) Memorandum Circular No. 4, Sustainability Reporting Guidelines for Publicly-listed Companies, covering the period July 1, 2024 to June 30, 2025. Disclosures within this report cover only STI ESG-owned schools, STI WNU, and iACADEMY, and do not cover franchise schools, unless explicitly stated otherwise.

To gain a comprehensive understanding of the Group’s sustainability plans, all stakeholders are encouraged to read this publication in conjunction with STI Holdings’ annual report for the year ended June 30, 2025, which is available on the website www.stiholdings.com. This report was developed through the efforts of the STI Holdings’ Sustainability Core Team, spearheaded by Cyril Cunanan, STI Compliance Officer. Feedback and queries regarding this report may be directed via email to info@stiholdings.com.ph.

Note on Forward-Looking Statements

This report may include forward-looking statements that articulate the Group’s view regarding its risks and opportunities, based on available trends, projections, plans, and other information at the time of publication. Statements describing the Group’s outlook are not intended to present or guarantee the Group’s future performance. While the Group maintains that these disclosures are reasonable, it acknowledges that risks and uncertainties beyond its control may materially impact its actual performance and outcomes, potentially differing from those expressed or implied herein. The Group assumes no obligation to update these forward-looking statements to reflect actual results, changes in assumptions, or changes in other factors that may subsequently affect them.



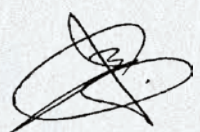
Message from the Chairman and President

Dear Fellow Stakeholders,

School Year 2024-2025 saw STI Holdings and its subsidiaries (the “Group”) reach even greater heights than in previous years, registering nearly 140,000 students across 66 campuses, the country’s largest network of private schools.

To continue creating value for its growing and diverse student base, the Group ensured that its basic education, senior high school and higher education programs as well as state-of-the-art facilities spanned various disciplines. Through its sustained focus on Curriculum Development, it enhanced its curricula in several fields including communication, mathematics and psychology as well as launched a digital media management course during the year. Additionally, on September 16, 2024, STI West Negros University achieved another milestone as CHED granted Autonomous Status to the institution.

The Group endeavored to provide a rich and meaningful learning experience, complementing its rigorous curricula with different avenues for growth outside classrooms through the initiatives of Student Affairs and Services and significant partnerships with key



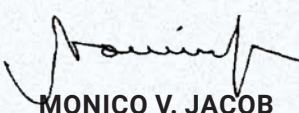
EUSEBIO H. TANCO
Chairman, STI Holdings



communities and organizations. The well-being of faculty and employees remained vital to the Group which conducted knowledge enhancement training sessions and seminars. Esteemed faculty members presented at several conferences and published their research work in academic journals, further deepening the institution’s knowledge base.

The Group believes that to thrive also means to safeguard the environment in which its schools operate. Toward this end, the Group strengthened its environmental awareness programs and expanded projects aimed at reducing carbon emissions, such as energy conservation and waste reduction practices and installation of solar panels.

The sustainability of the Group is possible only because all its members come together and work harmoniously to consistently lay foundations for the future. Today, as in the past, the Group pays close attention to industry needs and prioritizes initiatives that are both responsive and ground-breaking for its market and society. It is the Group’s vision that with their strong education, students will truly have a positive impact on people’s lives as they make their way in today’s rapidly evolving world.



MONICO V. JACOB
President and Chief Executive Officer, STI Holdings

Our Organization





STI Education Systems Holdings, Inc. (STI Holdings)

STI Holdings is a leading education and investment corporation in the Philippines. It is recognized as one of the largest networks of schools in the country today. Its registered address and principal place of business is at the 7th Floor STI Holdings Center, 6764 Ayala Avenue, Makati City.

STI Holdings began in 1928 when Theo H. Davies and Co., a Hawaiian corporation, established a branch office in the Philippines. In 1946, Jardine-Matheson group reincorporated the entity as a Philippine company. It was listed on the Philippine Stock Exchange on October 12, 1976. In March 2010, it became part of the Tanco Group of Companies. It is the holding company within the Tanco Group that drives investment in its education business. Today, it has investments in three large educational institutions—STI ESG, STI WNU and iACADEMY—and is also the owner of STI College Novaliches, Inc. and Attenborough Holdings Corporation (AHC).



STI Education Services Group, Inc. (STI ESG)

STI ESG, the largest subsidiary of STI Holdings, was incorporated on June 2, 1983. It is involved in establishing, maintaining, and operating educational institutions that provide a comprehensive range of offerings, including pre-elementary, elementary, secondary, and tertiary as well as post-graduate courses, post-secondary and lower tertiary non-degree programs. STI ESG initially focused on training as many Filipinos as possible in computer programming, primarily addressing the information technology (IT) education needs of the Philippines.

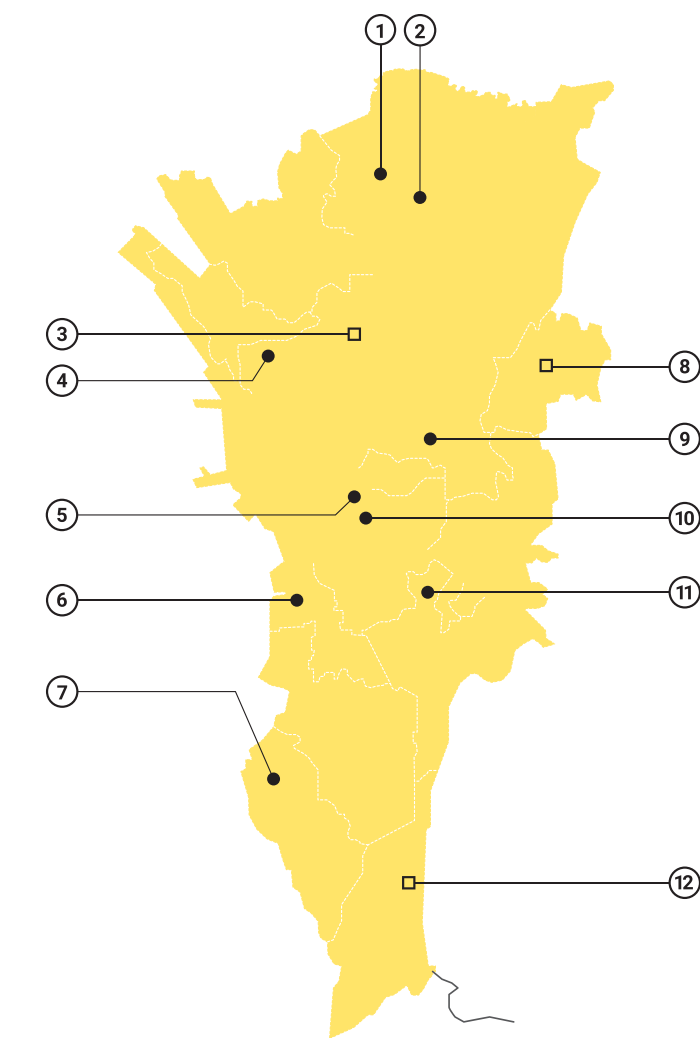
At present, STI ESG offers secondary and tertiary programs, complemented by post-graduate and associate programs. The colleges within STI ESG grant Associate Degrees and Baccalaureate Degrees and offer Technical and Vocational Courses across diverse fields: Information Technology (IT), Business and Management, Hospitality Management, Tourism Management, Arts and Sciences, Engineering, Education, Maritime, and Criminal Justice Education. These programs are accredited by the Commission on Higher Education (CHED) and/or the Technical

Education and Skills Development Authority (TESDA), as applicable. Furthermore, STI ESG's education centers, also accredited by TESDA, offer technical and vocational courses such as computer programming, computer technology, multimedia arts, and office administration, among others.

In compliance with the government mandates, all schools in the STI ESG network have been issued permits by the Department of Education (DepEd) to offer Senior High School (SHS), with select schools also granted permits to offer Junior High School (JHS). STI ESG likewise obtained permits to offer Bachelor of Science in Psychology in SY 2022-2023 and Bachelor of Science in Criminology starting SY 2023-2024.

STI ESG, whose head office is located in Cainta, Rizal, operates a network of 63 schools strategically spread across Luzon, Visayas, and Mindanao. This network comprises of 60 STI-Branded Colleges and three STI-Branded Education Centers. Of this total, 36 colleges and one education center are owned while 24 colleges and two education centers are operated by franchisees.

Map 1: STI Campuses in Metro Manila



● STI ESG HO-owned campuses
□ STI ESG Franchises

Metro Manila

1. Novaliches	8. Marikina
2. Fairview	9. Cubao
3. Muñoz-EDSA	10. NAMEI
4. Caloocan	11. Global City
5. Sta. Mesa	12. Alabang
6. Pasay-EDSA	
7. Las Piñas	

Northern Luzon

- 13. Laoag
- 14. Vigan
- 15. Cauayan
- 16. Baguio
- 17. Alaminos
- 18. Dagupan
- 19. San Jose
- 20. Tarlac
- 21. Malolos
- 22. Balagtas
- 23. Meycauayan
- 24. Angeles
- 25. San Fernando
- 26. Baliuag
- 27. Sta. Maria
- 28. San Jose Del Monte

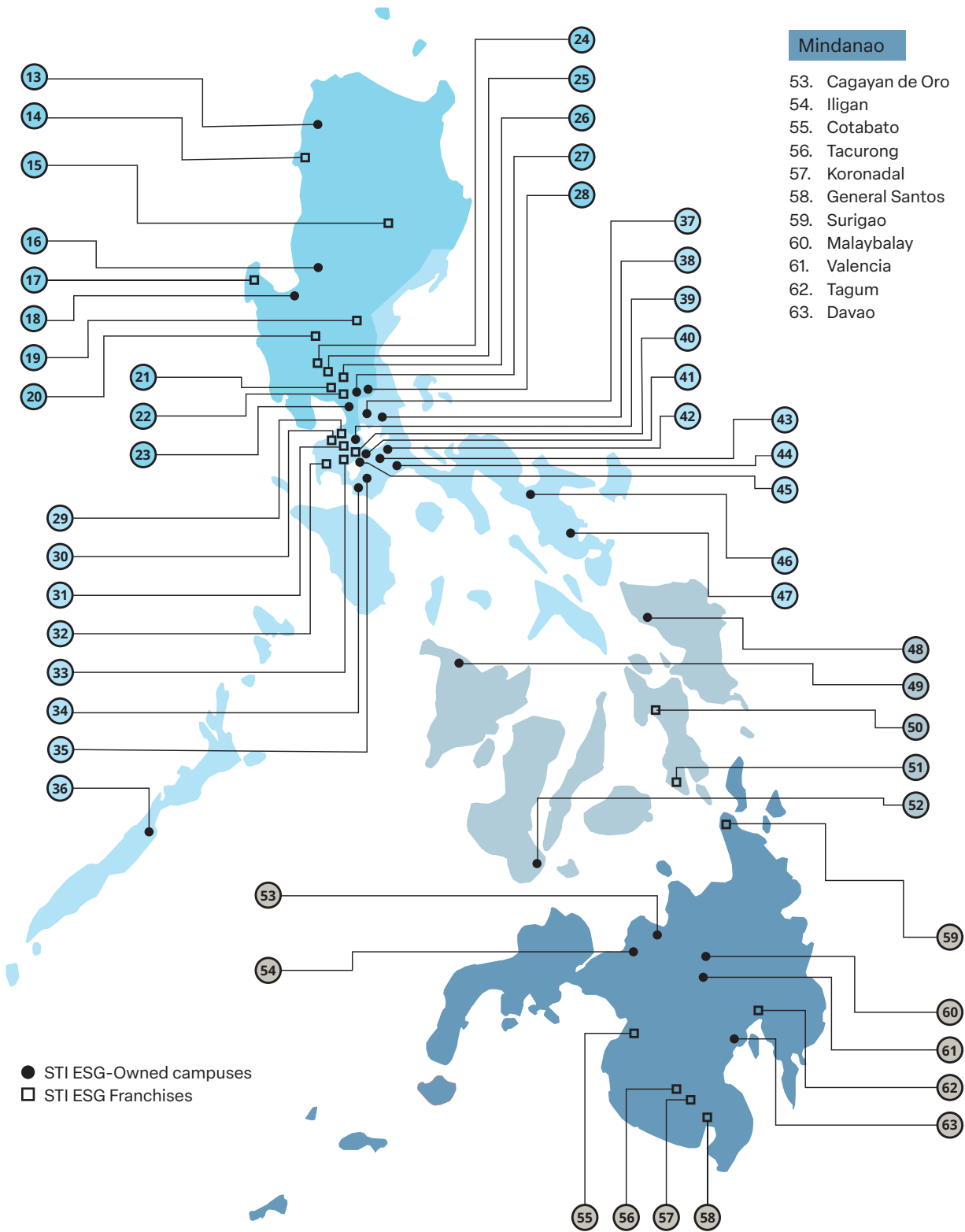
Southern Luzon

- 29. Bacoor
- 30. Rosario
- 31. Dasmariñas
- 32. Balayan
- 33. Tagaytay
- 34. Batangas
- 35. Lipa
- 36. Puerto Princesa
- 37. Ortigas-Cainta
- 38. Tanay
- 39. Carmona
- 40. Santa Rosa
- 41. Calamba
- 42. Sta. Cruz
- 43. San Pablo
- 44. Lucena
- 45. Tanauan
- 46. Naga
- 47. Legazpi

Visayas

- 48. Calbayog
- 49. Kalibo
- 50. Ormoc
- 51. Maasin
- 52. Dumaguete

Map 2: STI Campuses in Northern & Central Luzon, Southern Luzon, Visayas, and Mindanao



● STI ESG-Owned campuses
□ STI ESG Franchises

Mindanao

- 53. Cagayan de Oro
- 54. Iligan
- 55. Cotabato
- 56. Tacurong
- 57. Koronadal
- 58. General Santos
- 59. Surigao
- 60. Malaybalay
- 61. Valencia
- 62. Tagum
- 63. Davao



STI West Negros University, Inc. (STI WNU)

STI WNU, a leading university in the City of Bacolod in Negros Occidental, offers a wide variety of programs and complements the courses offered by the Parent Company’s other subsidiary, STI ESG. The University offers pre-elementary, elementary, secondary including SHS, tertiary and post-graduate courses.

STI WNU was founded by three Baptist women leaders on February 14, 1948 when the city was still reeling from the aftermath of the Second World War. The school, then West Negros College, first operated as a sectarian educational institution offering six undergraduate programs that attracted 710 students handled by 33 faculty members. It has since gone through years of providing education that is responsive to the needs of the community and was granted the University Status by CHED in June 2008.

In October 2013, the Parent Company acquired majority ownership interest in STI WNU. Since then, STI WNU’s facilities have been continuously upgraded, catering to up to 16,940 students.

On September 16 , 2024, CHED granted Autonomous status to STI WNU by virtue of CHED Memorandum No. 7 Series of 2024. Autonomous schools have the freedom to open new programs without securing prior approval from CHED, priority in the grant of subsidies, and other financial incentives from CHED, and exemption from regular CHED monitoring and evaluation and issuance of Special Order for their graduates, among other benefits.



iACADEMY, Inc. (iACADEMY)

iACADEMY is a premier school offering specialized programs in SHS and college that are centered on Computing, Business and Design. It is known for its strong industry partnerships and non-traditional programs such as Software Engineering, Game Development, Web Development, Real Estate Management, Animation, Multimedia Arts and Design,

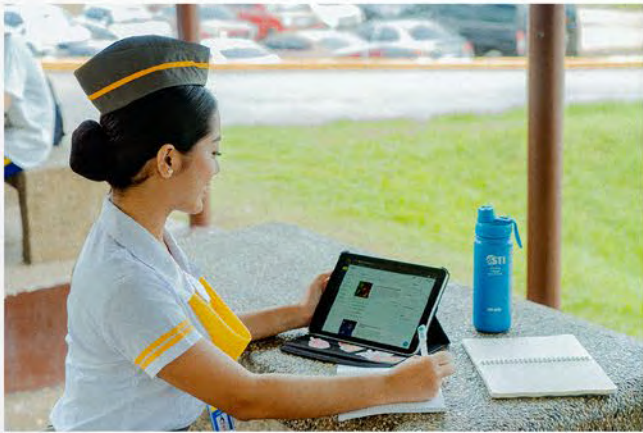
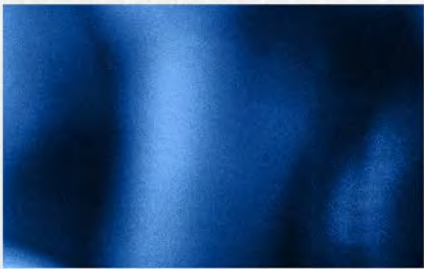
Fashion Design and Technology, Music Production and Sound Design, Film and Visual Effects, Data Science, Cloud Computing, and Digital Media Management. iACADEMY also offers programs in Accountancy, Marketing Management and Psychology.

iACADEMY has been providing 23 years of non-traditional, Game Changing education, pioneering specialized programs that are technology-focused, innovative and industry-relevant.

iACADEMY was established in 2002 as a wholly-owned subsidiary of STI ESG. The school became a wholly-owned subsidiary of STI Holdings through acquisition on September 30, 2016. iACADEMY’s Nexus campus, equipped with top-of-the-line multimedia arts laboratories and computer suites, is located along Yakal St. in Makati City.

iACADEMY’s success in its Makati Campus has triggered expansion plans. A major growth path is to bring the type of education that iACADEMY offers closer to people in other regions of the country. In 2022, iACADEMY started setting up its first regional campus in Cebu City. The campus is located in Cebu I.T. Park, the I.T. Capital of Cebu. iACADEMY Cebu held its unveiling and blessing ceremony on January 21, 2023. The program offerings in iACADEMY Cebu include Bachelor of Science in Computer Science with major in Software Engineering (BSCS-SE), Bachelor of Science in Entertainment and Multimedia Computing with specialization in Game Development (BSEMC-GD), Bachelor of Science in Real Estate Management (BSREM), Bachelor of Arts in Animation (ABANI), and Bachelor of Arts in Multimedia Arts and Design (ABMAD).

Sustainability at STI



System-wide Development



138,060
students



32,016
graduates



21,090
Number of students with
scholarship/financial
assistance



32,084
DepEd Vouchers



5,806
CHED and DepEd Scholarship Grants



School facilities accessible for PWDs and
learners with special needs

Further details on the Group's activities can be found on its Annual Report (SEC Report 17-A).

Environmental Initiatives



61,960.30 GJ
Total energy consumption



10,953.60 tons of CO₂e
Indirect (Scope 2) GHG emissions

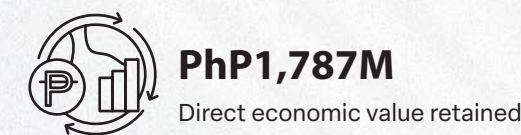


1,885 GJ
Energy consumption from
renewable energy



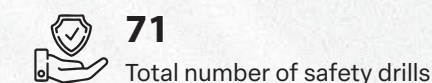
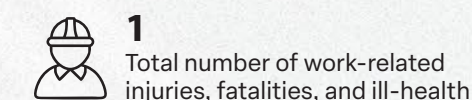
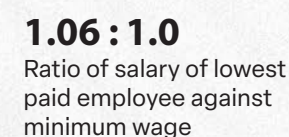
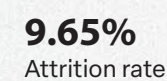
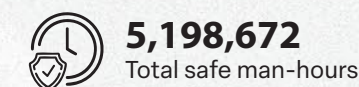
247.46 tons of CO₂e
Direct (Scope 1) GHG emissions

Economic Performance and Governance



Further details on the Group's activities can be found on its Annual Report (SEC Report 17-A).

Social Commitment



Materiality

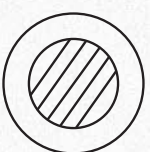
The Group is committed to addressing all stakeholder concerns and focusing on areas of its operations where it exerts the most material impacts. In compliance with the guidelines and principles set by the SEC, the Group conducted its materiality assessment this year.

The assessment process was rigorous and comprehensive, involving the examination of external trends, global issues, and internal documents, in addition to addressing key topics raised directly by stakeholders. Specifically, the Group considered prevalent issues within the education sector by benchmarking against

its peers, scanned media mentions related to the Group, assessed relevant publications from CHED, DepEd, and TESDA, checked advocacies of global non-governmental organizations related to education, and reviewed relevant internal policies, corporate strategies, and the Group's social media posts.

Based on a careful assessment of these results, the Group has determined that the following economic, environmental, social, and governance topics are included among its material sustainability topics.

Materiality Themes



System-wide Development

- Quality, Affordable and Inclusive Education
- Curriculum Development and Implementation
- Student Affairs and Services
- Academic Research



Social Commitment

- Employment
- Diversity and Inclusion
- Learning and Development
- Safety and Well-being
- Community Relations and Strategic Partnerships
- Customer Data Security and Privacy



Economic Value and Governance

- Economic Performance



Environmental Initiatives

- Energy and Emissions

United Nations Sustainable Development Goals (SDGs)



The UN SDGs comprehensively delineate the extent of current social, economic, environmental, and governance issues, establishing clear targets for governments, private sectors, and civil societies to achieve by 2030. Educational institutions hold a vital role in this global endeavor by educating the youth on the importance of these goals and values, thereby contributing to the realization of a more sustainable future for all.

The Group unequivocally supports the principles of the SDGs and strategically strives to maximize its contribution through specific activities, measures, and strategies aligned with the various goals.

- SDG 3: Good Health and Well-being**
 - Health insurance policy covering teachers and full-time administrative staff
 - To protect the students, faculty, and other personnel’s health and safety, the Group implemented measures to mitigate the transmission of COVID-19 such as but not limited to the implementation of flexible learning models, disinfection of facilities, provision of sanitizers/alcohol within the premises
- SDG 4: Quality Education**
 - Scholarships or alternative form of financial assistance for over 21,000 students within the whole STI network (aligned with SDG target 4.5)
 - Senior High School Qualified Voucher Recipients and beneficiaries of the Tertiary Education Subsidy and CHED-Tulong Dunong financial assistance aggregating to over 37,000 students
 - Competitive program offerings that are industry and market-driven (aligned with SDG target 4.4)
 - Career orientation and internship programs for senior high school and college students (aligned with SDG target 4.4)
 - Centralized courseware development to ensure the standard delivery of courses across its network of schools
 - Continuity of education amidst community quarantine using digital tools and online technology
 - The Group provided trainings and webinars to its employees, with each receiving an average of 4 training hours (aligned with SDG targets 4.3, 4.4, and 4.5)
- SDG 5: Gender Equality**
 - The Group’s workforce consisted of 46% male and 54% female (aligned with SDG target 8.5)
 - Equal employment opportunity (aligned with SDG target 8.5)
- SDG 8: Decent Work and Economic Growth**
 - PhP1,142M paid to employees in the form of wages and benefits (aligned with SDG targets 8.1, 8.2)
 - PhP302M paid in taxes to the government (aligned with SDG targets 8.1, 8.2)
 - 1,393 new employee hires within the Group
 - Over 32,000 skilled graduates contributing to the supply of human capital, not just across the country but also to the global industry (aligned with SDG targets 8.3, 8.5)
- SDG 16: Peace, Justice, and Strong Institutions**
 - Compliance with laws, rules and regulations, policies, and standards of governing bodies covering the Group’s operations

Stakeholder Engagement

The following stakeholders were identified based on influence, representation, contribution, responsibility, and dependency of the entities within the Group. For SY 2024-2025, the Group engaged with stakeholders through different online platforms and onsite interactions, especially with respect to changes in the learning delivery system and school operations.

STAKEHOLDER GROUP	FREQUENCY OF ENGAGEMENT	MODE OF ENGAGEMENT	KEY TOPICS RAISED	THE GROUP'S RESPONSE (REPORT REFERENCE)
Students	Regular basis	Combination of online and face-to-face orientation program, eLearning Management System (eLMS), webinars, social media	Programs or courses, school facilities, campus life, teaching, tuition fees, safety	Quality, Affordable and Inclusive Education, Curriculum Development and Implementation, Student Affairs and Services, Academic Research, and Customer Data Security and Privacy
Faculty and Staff	Regular basis	Combination of online and face-to-face orientation program, combination of online and face-to-face trainings, social media, email	Working arrangement, trainings, career advancement, salary and benefits, health and safety	Academic Research, Employment, Learning and Development, Customer Data Security and Privacy, Diversity and Inclusion, and Safety and Well-being
Parents	Regular basis	Combination of online and face-to-face orientation program, eLMS, webinars, website, media articles, social media	Quality of education, school facilities, teaching, grades, tuition fees, safety	Quality, Affordable and Inclusive Education, Curriculum Development and Implementation, Student Affairs & Services, Academic Research, and Customer Data Security and Privacy
Alumni	Annual or as required	Combination of online and onsite career fairs, webinars, website, social media	Employment	Student Affairs and Services, Community Relations and Strategic Partnerships, Customer Data Security and Privacy
Board of Directors	Quarterly or as needed	Board meetings	Plans and strategies, risks, results of operations	Economic Performance, and Diversity and Inclusion
Stockholders and Investors	Quarterly, Annual, or as needed	Annual stockholders' meeting, reports, website, media articles	Overall performance of STI Holdings, results of operations, company updates	Economic Performance
Industry Partners	As required	Meetings, webinars, trainings, website, media articles, social media	Collaboration opportunities, curriculum design, graduates, employment, combination of virtual and onsite on-the-job training	Community Relations and Strategic Partnerships
Regulators	Monthly or as needed	Meetings, online workshops, online seminars	Collaboration opportunities, access to education, curriculum, compliance requirements	Quality, Affordable and Inclusive Education, Curriculum Development and Implementation, Economic Performance, Energy and Emissions, and Customer Data Security and Privacy
Local Community	As required	Website, media articles, social media	Community engagement, safety	Community Relations and Strategic Partnerships

The Group collaborates with various stakeholders for compliance, strategy, information, and involvement. Stakeholders are engaged through a variety of ways, including direct dialogue, surveys, meetings or forums, social media, and sharing of information. The frequency and nature of the engagement likewise vary depending on the need and/or issues encountered.



Eusebio H. Tanco
Chairman of the Board



Monico V. Jacob
President and Chief Executive Officer



Joseph Augustin L. Tanco
Vice President, Investor Relations



Martin K. Tanco
Director



Jesli A. Lapus
Director



Raymond Anthony N. Alimurung
Independent Director



Justice Antonio T. Carpio (Ret.)
Independent Director

Governance

The Group adheres to the principles and practices of good corporate governance and conducts its business in accordance with the highest level of accountability, transparency, and integrity.



Maria Vanessa Rose L. Tanco
Director



Paolo Martin O. Bautista
Vice President and Chief Investment and Risk Officer



Robert G. Vergara
Independent Director



Ma. Leonora V. De Jesus
Independent Director



Atty. Arsenio C. Cabrera, Jr.
Corporate Secretary and Corporate
Information Officer



Yolanda M. Bautista
Treasurer and Chief Finance Officer

GOVERNANCE STRUCTURE AS OF JUNE 30, 2025

BOARD OF DIRECTORS AND EXECUTIVE OFFICERS		
Eusebio H. Tanco Chairman of the Board	Maria Vanessa Rose L. Tanco Director	Raymond Anthony N. Alimurung Independent Director
Monico V. Jacob President and Chief Executive Officer	Martin K. Tanco Director	Justice Antonio T. Carpio (Ret.) Independent Director
Joseph Augustin L. Tanco Vice President, Investor Relations	Jesli A. Lapus Director	Atty. Arsenio C. Cabrera, Jr. Corporate Secretary and Corporate Information Officer
Paolo Martin O. Bautista Vice President and Chief Investment and Risk Officer	Robert G. Vergara Independent Director	Yolanda M. Bautista Treasurer and Chief Finance Officer
	Ma. Leonora V. De Jesus Independent Director	
The Board of Directors has the highest mandate in governance matters and in the management of the business of the Parent Company. It is the responsibility of the Board to foster the success of the Parent Company and secure its sustained competitiveness in a manner consistent with its fiduciary duty, and to promote and adhere to the principles and best practices of Corporate Governance.		

EXECUTIVE COMMITTEE
Eusebio H. Tanco — Chairman Monico V. Jacob Yolanda M. Bautista Martin K. Tanco
The Executive Committee has and may exercise all the powers which may be lawfully delegated, subject to such limitations as may be provided by resolution of the Board.

CORPORATE GOVERNANCE COMMITTEE
Justice Antonio T. Carpio (Ret.) — Chairman Ma. Leonora V. De Jesus Raymond Anthony N. Alimurung
The Corporate Governance Committee assists the Board of the Parent Company in the fulfillment of its corporate governance responsibilities in accordance with all applicable laws, rules and regulations.

AUDIT and RISK COMMITTEE
Robert G. Vergara — Chairman Jesli A. Lapus Martin K. Tanco Ma. Leonora V. De Jesus Raymond Anthony N. Alimurung
The Audit and Risk Committee assists the Board in overseeing the financial reporting process, system of internal control, audit process, and monitoring of compliance with applicable laws, rules, and regulations. It also ensures that there is an effective and integrated enterprise risk management (ERM) program in place.

RELATED PARTY TRANSACTIONS COMMITTEE
Ma. Leonora V. De Jesus – Chairperson Robert G. Vergara Jesli A. Lapus Raymond Anthony N. Alimurung Justice Antonio T. Carpio (Ret.)
The Related Party Transactions Committee reviews all material related party transactions of the Parent Company and ensures that said transactions are conducted at arms’ length.

Educational Philosopy

The Group strongly promotes the learner-centered approach as its core paradigm for teaching and learning. Consequently, every student is nurtured holistically through a model emphasizing technology-enhanced, student-centered active learning. The Group strives to deliver innovative and relevant education that develops students into competent and responsible members of society.



Performance Highlights & Initiatives



SYSTEM-WIDE DEVELOPMENT

The Group, leveraging its network of educational entities, operates with a mission to profoundly transform individual lives through education. This mandate extends to empowering all students to fully realize their potential, fostering opportunities for social inclusion, and actively contributing to the construction of a society where every individual can employ their abilities, experience, and talents to effect positive change.

Quality, Affordable, and Inclusive Education

The Group maintains the fundamental conviction that education constitutes the single best investment a student can make in their future. Accordingly, the institution is dedicated to delivering education that is both high-quality and financially accessible, ensuring its students are equipped to remain competitive within the global economy.

To uphold the standards of Quality, Affordable, and Inclusive Education, the Group prioritizes developing a resilient learning delivery system. This system integrates robust industry partnerships and proactively anticipates new market requirements by constantly researching and launching relevant courses and programs. Furthermore, the Group demonstrates its commitment to continuous improvement by ensuring that its campuses feature industry-grade simulation laboratories, ample classroom space, and modern recreational facilities, thereby enhancing the overall student experience.

The Group is firmly committed to guaranteeing that deserving students, irrespective of their economic background, have tangible opportunities to pursue and complete a quality education. Financial support is channeled through various means, including funding sourced from the public sector, private corporations, non-profit organizations, and scholarships initiated directly by the schools.

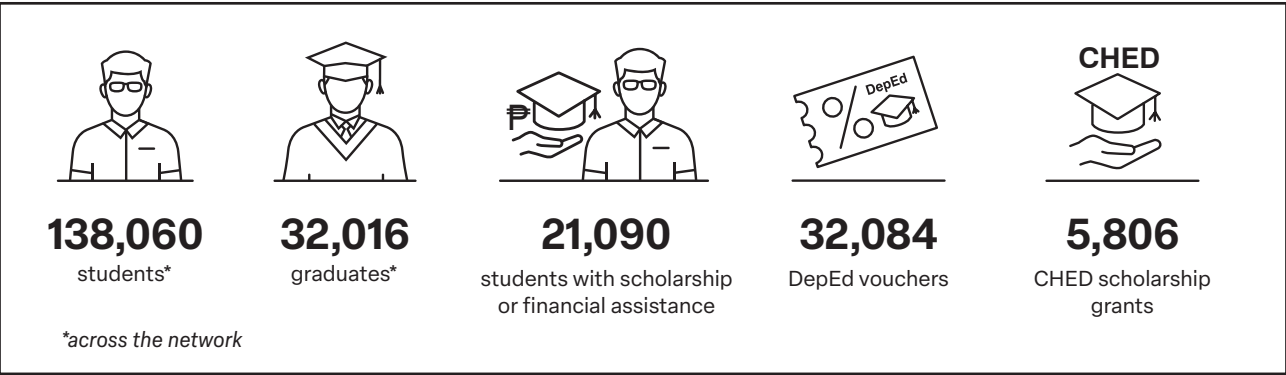
For SY 2024-2025, the Group expanded its student support by collaborating with external institutions to offer exclusive discounts. The Group accepts major government financial aid, such as the Tertiary Education Subsidy (TES), CHED-Tulong Dunong assistance, and DepEd Senior High School Vouchers. Beyond government aid, the Group provides its own scholarship grants for specific beneficiaries, including academically deserving students, family members of existing students, employee/alumni dependents, and varsity players. To mitigate financial burden, the institution also provides tuition installment plans. These varied programs are central to the Group's strategy to bridge financial access gaps and establish a broadly inclusive educational environment.

Recognizing the diverse characteristics and requirements of its learners, the Group is focused on maximizing access for all students and eradicating discrimination within its academic settings. The Group officially acknowledges and respects the diverse gender identities of its students, strongly encouraging campuses to mitigate stigma and potential incidents of bullying or harassment to secure a safer space for all. Specific policies support this: schools permit gender-affirming uniforms for LGBTQIA+ students, which is vital for promoting positive self-image and reducing dysphoria.

Additionally, gender-inclusive restrooms are being established to promote dignity and minimize harassment risks associated with using facilities that conflict with a student's gender identity. This approach also creates opportunities to educate the entire school community—students, parents, and staff—about LGBTQIA+ identities

and issues, thereby fostering empathy, understanding, and respect. By tangibly supporting the mental, emotional, and social well-being of LGBTQIA+ students, the Group enables their full engagement in their educational journey and sends a powerful message about STI's commitment to acceptance and diversity.

2025 Performance



The Group monitors the retention rate and migration rate in each subsidiary. Retention rate is above 99% while migration rate is above 94% for the schools in SY 2024-2025.

* Retention rate refers to the percentage of students that are able to complete the semester
** Migration rate refers to the percentage of students that continue from the previous semester

Enrollment

Group-wide enrollment increased to 138,060 students in SY 2024-2025 from the registered enrollment of 119,543 students in SY 2023-2024. The 15% improvement was bolstered by the robust increase of 20% in enrollment in CHED-regulated programs in the same period.

Curriculum Development and Implementation

The Group, as a comprehensive educational institution, is committed to supplying all necessary resources to ensure the development of relevant and accurate learning materials, ultimately aimed at producing highly competent graduates.

The strategic design and implementation of curriculum are essential for elevating students' educational training, boosting their performance in licensure examinations, enhancing graduate work competence and employability, expanding professional growth opportunities for faculty, and ensuring that the final output of graduates aligns with industry requirements. The Group consistently works to ensure that its curriculum is highly responsive to both current and future market needs through a rigorous and regular review and update process applied to existing programs, strands, and course offerings.

STI ESG maintains a learning delivery system where curriculum development is an integral component, adhering to ISO 9001:2015 standards. This certification, awarded by TÜV Rheinland Philippines, Inc., validates the quality management system. STI ESG intentionally designs course materials to incorporate engaging activities that guide students toward achieving the STI 4Cs—character, adaptability to change, effective communication, and critical thinking—which are the essential skills sought by leading global industries.

STI WNU consistently pursues recertification from the Private Educational Assistance Committee (PEAC) and accreditation from the Philippine Association of Colleges and Universities Commission on Accreditation (PACUCOA) as part of its ongoing commitment to maintaining

educational quality and meeting regulatory standards. The University has also been awarded by DNV AS Philippines the ISO 9001:2015 certification for Quality Management System and ISO 21001:2018 certification for Educational Organization Management System (EOMS). STI WNU has set and follows guidelines in the conduct of curriculum review, evaluation, development and revision. This ensures full compliance with the standards set by the CHED, PACUCOA, DepED and other governmental and private accrediting and regulatory agencies.

In pursuit of its mission to uphold quality education and holistic student development, STI West Negros University continuously implements various programs and activities that support academic excellence, institutional effectiveness, and community engagement. These initiatives are designed to strengthen the University's operational systems, enhance student competencies, and ensure alignment with national and international quality standards. The following highlights the key programs undertaken during the school year, reflecting the University's commitment to sustained growth, innovation, and continuous improvement.

- The AB Communication curriculum was reviewed to improve instructional delivery, integrate modern communication tools, and strengthen teaching effectiveness. The revision emphasizes practical media production, public relations, and digital communication competencies. It seeks to enhance graduates' employability in media, broadcasting, and corporate communication fields. This initiative aligns with the University's goal of keeping programs relevant to global industry standards.

- The AB English curriculum was revised and updated to align with CHED policies and ensure that graduates are competitive in teaching, writing, and communication-related professions. The updates include outcomes-based teaching approaches and enhanced literature and linguistics courses. These changes aim to increase employability and research engagement among students. Overall, the revision elevates the program's academic quality and strengthens the University's compliance with national standards.
- The BS Mathematics curriculum was revised to respond to industry demand and align with institutional strategic goals. The updated program integrates modern mathematical applications and analytical skills needed for various professional fields. It also emphasizes research and data analysis to prepare students for both academic and industry careers. This initiative aims to make the program more appealing and relevant to students pursuing quantitative disciplines.
- The BS Psychology curriculum revision was initiated to address the increasing demand for mental health professionals and align with CHED standards. The program now incorporates enhanced psychological assessment, research, and clinical practicum components. These updates strengthen linkages between academic preparation and real-world practice. The revision supports the University's accreditation goals and commitment to producing competent graduates in behavioral sciences and mental health advocacy.

In iACADEMY, relevant documents are created, and corresponding success metrics and accountabilities are identified to ensure a smooth approach, proper resource allocation, and planned risk management. These documents include a program for continuous quality improvement framework and a curriculum review manual that outlines the curriculum review process, the people involved, and the evaluation instrument. Regular checkpoints to monitor progress and maintain quality are conducted.

The Group is dedicated to developing and maintaining curricula that strictly adhere to the guidelines set by regulatory bodies, including DepEd, CHED, and TESDA. All course materials are ensured to be suitable for both online and on-campus learning and are fully aligned with Outcome-based Education (OBE) principles, complete with necessary assessment tools, rubrics, and performance tasks. Furthermore, the Group actively forges partnerships with diverse organizations to provide essential student certifications and facilitate valuable on-the-job training and practicum experiences. By cultivating strong connections with industry leaders and employers, the Group ensures its students benefit from curricula that are current and equips them with marketable skills tailored to market demand.

STI ESG Programs

Basic Education

- Junior High School (Grades 7 to 10)

Senior High School

Academic Track

- Accountancy, Business and Management
- Humanities and Social Sciences
- Science, Technology, Engineering, and Mathematics
- General Academic Strand

Technical-Vocational-Livelihood Track

- ICT Strand with specializations in:
 - Computer Programming
 - Animation
 - Illustration
 - Computer Systems Servicing
- Home Economics Strand with specializations in:
 - Commercial Cooking
 - Cookery
 - Bartending
 - Food and Beverage Services
 - Bread and Pastry Production
 - Local Guiding Services
 - Travel Services
 - Tourism Promotions Services
 - Front Office Services
- Industrial Arts Strand with specialization in:
 - Electronic Products Assembly and Servicing

Tertiary

- BS in Information Systems
- BS in Computer Science
- BS in Information Technology
- BS in Accountancy
- BS in Management Accounting
- BS in Accounting Information System
- BS in Business Administration major in Operations Management
- BS in Hospitality Management
- BS in Retail Technology and Consumer Science
- BS in Culinary Management
- BS in Tourism Management
- BS in Computer Engineering
- BA in Communication
- Bachelor of Multimedia Arts
- BA in Psychology
- BS in Marine Engineering*
- BS in Marine Transportation*
- BS in Naval Architecture and Marine Engineering*
- BS in Criminology
- 3-year Hotel and Restaurant Administration
- 2-year Information Technology Program
- 2-year Associate in Computer Technology
- 2-year Hospitality and Restaurant Services
- 2-year Tourism and Events Management
- 2-year Associate in Retail Technology

**These maritime programs are offered only to students of NAMEI Polytechnic College, Inc.*

STI WNU Programs

Basic Education

- Pre-Elementary (Nursery, Kinder 1 and Kinder 2)
- Elementary (Grades 1 to 6)
- Junior High School (Grades 7 to 10)

Senior High School

Academic Track

- Accountancy, Business and Management
- Humanities and Social Sciences
- Science, Technology, Engineering, and Mathematics

Technical-Vocational Livelihood Track

- Maritime Specialization Strand
- ICT Strand
- Home Economics Strand

Tertiary

- BS in Hospitality Management
- BS in Tourism Management
- BS in Criminology
- BS in Information Technology
- BS in Computer Science
- BS in Accountancy
- BS in Business Administration major in Marketing Management
- BS in Business Administration major in Financial Management
- BS in Management Accounting
- Bachelor of Early Childhood Education
- Bachelor of Physical Education

- Bachelor of Secondary Education major in English, and Filipino
- Bachelor of Elementary Education
- BS in Psychology
- BS in Mathematics
- BA in Communication
- BA in English Language
- BS in Electrical Engineering
- BS in Civil Engineering
- BS in Mechanical Engineering

School of Graduate Studies (SGS)

- Doctor of Philosophy in Educational Management
- Doctor in Public Administration
- Doctor in Business Administration
- Master of Arts in Education
- Master in Business Administration
- Master in Public Administration

iACADEMY Programs

Senior High School

Academic Track

- Accountancy, Business and Management
- Humanities and Social Sciences
- Science, Technology, Engineering, and Mathematics (Robotics)

Technical-Vocational-Livelihood Track

- ICT Strand with specializations in:
 - Computer Programming (Software Development)
 - Animation
 - Mobile App Development
 - Graphic Illustration
- Home Economics Strand with specialization in:
 - Fashion Design

Arts and Design Track

- Media and Visual Arts (Multimedia Arts)
- Music (Audio Production)

Senior High School (Homeschool Program)

Academic Track

- Accountancy, Business and Management

Technical-Vocational Track

- ICT Strand with specialization in:
 - Animation

Arts and Design Track

- Multimedia Arts

Tertiary

School of Computing

- BS in Computer Science (Software Engineering)
- BS in Computer Science (Cloud Computing)
- BS in Computer Science (Data Science)
- BS in Entertainment and Multimedia Computing (Game Development)
- BS in Information Technology (Web Development)

School of Business and Liberal Arts

- BS in Business Administration major in Marketing Management
- BS in Real Estate Management
- BA in Psychology
- BS in Accountancy
- BS in Digital Media Management

School of Design and Arts

- BS in Animation
- BA in Multimedia Arts and Design
- BA in Fashion Design and Technology
- BA in Film and Visual Effects
- BA in Music Production and Sound Design

Accreditations

STI ESG’s Learning Delivery System (LDS) successfully maintained its certification during the surveillance audit conducted by the ISO certifying body TÜV Rheinland Philippines, Inc. on November 15, 2024. STI ESG was specifically lauded for several key system developments that enhanced operational efficiency and student support. These advancements included the implementation of the HCM (or Human Capital Management) System to streamline Human Resource processes, the Standardized Periodical Examinations (SPE) Checker tool to reduce the time faculty members spend on student exam evaluations, and the modification of the SPE Test Bank to accommodate the new exam format for BS in Accountancy and BS in Criminology. Further, STI ESG invested in physical infrastructure by upgrading the PABX (or Private Automatic Branch Exchange) to enhance overall functionality and accommodate future communication needs and improving the CCTV camera system for enhanced image and night vision quality.

External recognition was also highlighted during the audit, citing numerous awards. These included the Filipino Brand of Service Excellence from the Department of Tourism, multiple distinctions from the Public Relations Society of the Philippines’ Quill Awards for both the STI Official Facebook Page and Student’s Career Opportunity and Personality Evaluator (SCOPE), and an Awardee for Partners Appreciation and Recognition by the Department of Education. The institution was also recognized as the Huawei 2024 Excellent Global Talent

Alliance Partner and the second authorized Huawei ICT Academy Support Center by Huawei Philippines.

The LDS covers courseware development, faculty training and certification, student development program, and job placement assistance. The ISO certification ensures that STI ESG’s LDS is relevant, responsive, and learner-centered with a strong focus on continual improvement and quality assurance.

As part of the Institution’s commitment to continuous improvement, STI WNU conquered ISO 9001:2015 (Quality Management System) by DNV GL Philippines on March 2 to 3, 2023, and moreover proved its ongoing dedication to excellence by obtaining ISO 21001:2018 (Educational Organizations Management System) on May 16, 2023, just nearly 2 weeks after receiving its first certification.

During the 50th Founding Year Anniversary of the PACUCOA and 34th Annual General Assembly, held at Radisson Blu Hotel, Cebu City on December 1, 2023, the University was awarded as the Institution with the highest number of accredited programs in Region VI (with 11 accredited programs) and two special awards as the First Doctor of Philosophy in Educational Management program to have been granted Level III Reaccredited Status in Region VI and the Institution which was certified under ISO 21001:2018 -Educational Organization Management System (EOMS).

In February 2024, the PACUCOA granted the Bachelor of Sciences in Criminology as Level III, and the nine (9) programs as Candidate Status namely: BS in Accountancy, BS in Management Accounting, BS in Tourism Management, BS in Computer Science, BS in Mathematics, BS in Mechanical Engineering, BS in Electrical Engineering, Doctor in Public Administration, and Master in Business Administration.

Program accreditation and international certifications contribute towards the attainment of CHED Autonomous status. Autonomous schools have the freedom to open new programs without securing prior approval from CHED; priority in the grant of subsidies and other financial incentives from CHED; and exemption from regular CHED monitoring and evaluation and issuance of Special Order for their graduates, among others.

STI WNU secured the second spot among the universities in Bacolod City, as revealed in the latest release by Edu Rank on February 29, 2024. In the national rankings, STI WNU has climbed from the 204th position to the 193rd spot. Edu Rank assesses universities based on research outputs, non-academic prominence, and alumni influence.

On September 16, 2024, CHED granted Autonomous status to the University by virtue of CHED Memo No. 7 Series of 2024.

In addition, the Computer Science program of iACADEMY was granted Level I Formal Accredited Status for the period July 2021 to July 2024 by the PACUCOA on July 3, 2022. iACADEMY’S Bachelor of Science in Business Administration program underwent the preliminary visit for candidacy level accreditation on July 4 to 5, 2023 with the PACUCOA. In May 2025, the School of Business and School of Computing of iACADEMY successfully underwent the PACUCOA accreditation processes. The BS in Computer Science program completed its Level II Re-accreditation Visit, while the BS in Real Estate Management program completed its Orientation Visit, marking significant milestones in the institution’s commitment to academic quality and continuous improvement.

Student Affairs and Services

The Group fundamentally believes that fostering students' educational aspirations and maximizing their full potential requires creating holistic development experiences within the school environment. Student learning is significantly enhanced through informal peer engagement, which cultivates a collaborative, supportive atmosphere and nurtures a profound sense of community. Accordingly, the Group ensures the educational journey extends beyond the traditional classroom setting, incorporating social interaction, comprehensive career guidance, and active participation in various advocacies.

To promote a positive, conducive student environment and effectively prepare learners for real-life challenges, the Group employs several strategic measures. This includes assessment-driven activities where student assessments are conducted to inform the creation of activities specifically aligned with individual student passions. Furthermore, the institution implements targeted student-centered programs using a whole-of-school approach, ensuring initiatives are appropriately tailored to different age groups, grade levels, and skill levels. Finally, the Group makes a significant investment in professional capacity building by supporting the development of guidance counseling and student affairs personnel, thereby equipping them with the essential skills and knowledge required to effectively support students and execute network-wide programs.

Among the Group's initiatives under Student Affairs and Services were as follows:

STI ESG

Career Planning Program (CPP)

The Career Planning Program is a six-stage program that guides senior high school students in exploring career pathways and making informed academic and professional decisions. Through interactive activities such as assessments, career talks, mentorship, and planning workshops, students explore options aligned with their interests and strengths.

Each stage builds on the last, promoting self-awareness, career exploration, and decision-making, while reinforcing the institution's 4Cs. The program is delivered in collaboration with the Guidance Office, Academic Affairs, and industry partners. In SY 2024-2025, a total of 11,340 students participated in the program.

RACE Against Suicide Training - Training of Trainers and Roll-out

Unilab Foundation, through the RACE Against Suicide Training of Trainers, has helped STI ESG build suicide prevention capacity among guidance personnel and educators. The RACE Against Suicide Training, held from December 19 to 20, 2023, is an evidence-based mental health intervention program that equips the educators and school personnel—who play a vital role in student holistic development—with the skills and knowledge necessary to identify and address warning signs of suicide among students. After the training, trained participants are actively conducting gatekeeper training in their respective campuses. To date, there are 719 gatekeepers in the STI ESG network.

Mindscales Program

In partnership with PhilCare, STI ESG offers the Mindscales Wellness Program to support students' mental health. The program helps Guidance Associates identify high-risk students that may be referred to PhilCare mental health professionals for up to three consultations. As a follow-through, Guidance Associates in campuses provide ongoing monitoring to ensure timely and ethical support for student well-being. Trainees were also oriented on utilizing the Mindscales platform, which allows identified students with mental health concerns to access licensed mental health professionals. For students requiring more intensive intervention, the institution maintains a referral system, resulting in 184 student referrals during SY 2024-2025.

The partnership also gives access to a pool of mental health professionals for institution-led webinars and includes training for Guidance personnel to enhance their mental health support capabilities.

Guidance Services

The Guidance Services provides professional assistance to students coping with overwhelming situations. In addition to one-on-one sessions, guidance offices utilize a standard system that streamlines the recording and monitoring of all information services provided to students. It ensures that all relevant information is captured to support Guidance Personnel and Heads in reporting and communicating effectively with stakeholders. In SY 2024-2025, the Guidance Office registered 20,538 stakeholder concerns across the network.

Talent Search

The Talent Search is an annual institutional competition that provides STI students with a platform to showcase their talents, creativity, and school spirit. It features four main events: Battle of the Bands, Hataw Sayaw, Singing Idol, and Mr. & Ms. STI, encouraging artistic expression and healthy competition among campuses. In SY 2024-2025, the National Finals was held at Enchanted Kingdom in Sta. Rosa, Laguna, where 117 finalists emerged.





Tagisan ng Talino (TNT)

Tagisan ng Talino is an annual institutional competition that allows STI students to apply and showcase their academic and technical skills across nine events: All in Place, Chef Xpress, Codefest, Essay Does It!, Mix 'N Flair, Stand Up and Deliver, Think Quest, Travelogue, and Worth the Whisk. A total of 120 contestants advanced to the national level in SY 2024-2025.

Tagisan ng Sining (TNS)

Tagisan ng Sining is an annual competition that challenges STI students to express their creativity and originality through photography and music video production. It features two main events: Director's Cut and Shutter's Best. Student participation remained robust in SY 2024-2025 with 228 contestants advancing to the national level.

Sports Cup

This school year, STI ESG launched the Sports Cup. This is an annual athletic competition that brings together STI students from various campuses to compete in

traditional sports such as basketball and volleyball. It promotes physical fitness, teamwork, and school spirit. It has two leagues: the National Basketball Tournament (NBT) for men and the National Volleyball League (NVL) for women. Both events were held at STI College Ortigas-Cainta. The NVL took place from June 18 to 20, 2025 with 57 participating students, followed by the NBT held from June 25 to 27, 2025 with 68 students.

Esports Cup

Also launched in SY 2024-2025, the STI Esports Cup provided students with an opportunity to showcase their gaming skills and teamwork in a competitive but educational environment. Featuring tournaments in Mobile Legends: Bang Bang (MLBB) and Valorant, the competition was conducted virtually, with the national finals livestreamed on STI's official Facebook page. The nationals, held from July 9 to 10, 2025, witnessed 51 players competing in MLBB and 54 players in Valorant. The Esports Cup reinforced STI's commitment to providing platforms that reflect the evolving interests of its students.

STI WNU

The University, through its Student Affairs and Services (SAS) programs, continues to promote holistic student development by providing opportunities for leadership enhancement, community involvement, academic growth, and personal well-being. These initiatives aim to strengthen students' competencies beyond the classroom, fostering social responsibility, creativity, and lifelong learning. By conducting diverse activities such as training, seminars, contests, volunteer programs, and career development sessions, the University ensures that every student is equipped with the skills, values, and experiences essential for success and service in their chosen fields.



Institutional Scholarship Program

The Institutional Scholarship Program provided financial assistance to qualified and deserving students, ensuring access to quality education. Managed by the Scholarships Office, the program supported scholars through tuition coverage and academic guidance. It significantly contributed to student retention and development, fostering gratitude and academic motivation.

**National Youth Convention (NYC)
T-Shirt Design Competition**

The T-Shirt Design Competition challenge that was conducted on February 5, 2025 allowed students to showcase their creativity through innovative shirt concepts aligned with the theme of the 9th WNU Founding Anniversary. Fifteen teams participated, displaying talent and originality in their entries. The activity promoted artistic expression, collaboration, and institutional pride among participants.



**“How to Get Better Grades and Leadership”
Seminar**

The seminar brought together student leaders for an afternoon of learning about effective study habits and leadership. Organized by the Supreme Student Government (SSG) on January 18, 2025 in partnership with Cru (Campus Crusade for Christ), the session emphasized motivation, discipline, and the value of leading with passion. Over 60 students benefited from the discussion, which promoted continuous self-improvement and academic excellence.

**Psychological Test (MPQ & Bar-On Emotional
Intelligence Test)**

The Guidance Office administered psychological and emotional intelligence assessments on October 11, 2024 to help students better understand themselves. The tests provided insights into students' mental readiness, emotional balance, and interpersonal effectiveness. The results helped the office design support programs that promote mental health and personal growth.

Blood Donation Drive

In partnership with the Philippine Red Cross, the University conducted a Blood Donation Drive in celebration of its Founding Anniversary on February 14, 2025. The activity encouraged students and employees to participate in life-saving initiatives that promote civic responsibility. It also heightened awareness about the value of volunteerism and community health.

Flower of Hope

The Flower of Hope initiative promoted advocacy, charity, and compassion through the sale of symbolic flowers within the campus on February 14, 2025. Proceeds supported the “Support Our Causes” project, which assisted children in need and other beneficiaries. The event inspired generosity and deepened students’ social awareness and empathy.



Women’s Month Celebration

The Women’s Month Celebration on March 24, 2025, themed “Empowered Women, Empower Women,” featured a seminar and donation drive for beneficiaries of the “Hair for Hope” campaign. Students and faculty participated in activities that raised awareness on women’s rights and gender equality. The event reinforced inclusivity and inspired leadership among female members of the community.

University Got Talent

University Got Talent highlighted the artistic skills and creative potential of students across all departments. The competition, held on February 15, 2025, provided a stage for performers to express their talents in singing, dancing, and other art forms. Through this event, the University fostered confidence, creativity, and appreciation of diverse talents within the campus community.



Student Leadership Camp

The Student Leadership Camp 2025 was conducted from June 24 to 26, 2025 to foster leadership growth, collaboration, and self-discovery among student participants. The activity provided intensive training that enhanced students’ sense of accountability, teamwork, and communication. The camp empowered students to develop leadership competencies that support effective and responsible student governance.

STI EarthCare: Youth for a Sustainable Future

The STI EarthCare seminar held on April 22, 2025 focused on environmental advocacy and sustainability awareness. More than 150 students learned about practical actions toward addressing climate change and food security. The event instilled environmental responsibility and empowered students to lead sustainable initiatives within and beyond the campus.

iACADEMY



SOAR 2024: Greater Heights, New Adventures

This year, iACADEMY held an online orientation for Grade 11 and Freshmen College students to introduce the school’s mission, vision, core values, and student life, along with a virtual campus tour. The Office of Student Affairs and Services (OSAS) organized an airport-themed orientation to make the experience fun and memorable. The Senior High School (SHS) SOAR was held on July 27, 2024, and the Undergraduate (UG) SOAR was conducted on August 24, 2024. To officially welcome the new Game Changers, iACADEMY hosted onsite welcome parties for both Grade 11 and College Freshmen, featuring performances from student organizations and live music from a guest DJ. These celebrations provided students with a glimpse of iACADEMY’s unique culture while reinforcing its mission and values. SOAR 2024 offered a chance for students to build friendships and learn about the services and resources available to support them in their academic journey.

iACADEMY 23rd Foundation: Breaking Borders

As iACADEMY celebrated its 23rd Foundation Anniversary, the theme is about how we have been changing the academic landscape for 23 years. With the collaboration between the student organizations,



academics team and various departments, different activities were organized to promote school spirit, showcase the talents and strengthen the spirit of family in school. Some of the major activities are Kick-Off Fun Run held at the Ayala Avenue, Fun Student Org Booths, Mechanical Bull, iGAMES Exhibition Games and the culminating concert.



iGAMES

To further boost school spirit and camaraderie, OSAS and iACADEMY Sports Organization (iSO), organized sportsfest among our students from various strands and programs in December 2024 and April 2025. Sports such as basketball, volleyball, badminton and table tennis were played. There were also e-games and fun games such as Patintero, Agawang Panyo, etc.

SHS Student Council (SC) x Central Student Organization (CSO) x Social Orientation and Community Involvement (SOCI): Plastic Bank Launch

SHS-SC and CSO together with SOCI partnered with Plastic Bank in October 2023 to spread awareness about the proper use of plastic and how it can be recycled responsibly. They encouraged students to bring plastic bottles that may be donated in exchange in the future for monetary compensation which the organizations may use to purchase additional supplies and trash bins for the school.

Game Hive and Slide Launch

To help students find ways to relax and de-stress amid demanding schedules and tasks, OSAS, CSO and SHS SC launched the Game Hive in the campus lobby, an initiative where PS5 and 2 PS4 consoles with various games and a featured student-developed game were set up for free play. Boardgames were also made available to students in the Game Hive. Additionally, a slide was also constructed and placed on the stairs as an alternative.

Academic Research

Academic research serves as the fundamental cornerstone of knowledge, initiating critical discourse on current societal issues such as cultural norms, health, education, and technology. This systematic inquiry is essential as it consequently drives the development of new ideas, methodologies, or technological innovations. The Group's subsidiaries each maintain specialized strategies for promoting and conducting research that elevates educational standards and addresses broader societal needs.

STI ESG employs research-based strategies primarily focused on enhancing classroom teaching and optimizing learning outcomes. The Faculty Development Group ensures faculty members receive extensive training designed to equip them with the skills necessary to conduct research, refine their instructional processes, and provide essential mental health support and guidance for their colleagues.

STI WNU is likewise dedicated to advancing and facilitating high standards of research practice and dissemination within and beyond the walls of the University. It is committed to creating a responsive research environment charged with generating new knowledge that will upgrade the teaching-learning standards through relevant research agenda. In line with this, the University has international linkages with Asian University Digital Resource Network (AUDRN) and German Development Cooperation (GIZ).

iACADEMY, through the Office of Research and Development (ORD), envisions itself to be one of the research centers within the region – a center that specializes in innovative research and creative studies in the field of computing, business, liberal arts, design, the arts, and as an educational institution. Considering these, iACADEMY ORD curated various mechanisms to harness and develop the mindset and culture of academic research and excellence among the students, employees, and other stakeholders of the institution.

The following are research papers and creative output from some of the faculty members and students within the Group, several of which were presented either in local or international conferences and seminars during the reporting period:

International Conferences and Local Presentations

The annual SAP Academic Community Conference APJ (Asia Pacific Japan) was held from July 8 to 12, 2024, in Da Nang, Vietnam. This significant event was co-hosted by SAP University Alliances and brought together 150 participants from 15 countries, including STI ESG's Academic Content Developer, Lorennz Piñon. University lecturers and experts shared their knowledge to promote the integration of SAP technologies into educational settings, incorporate cutting-edge advancements into curricula, and leverage blended learning resources for enhanced classroom engagement. The central focus remains on SAP S/4HANA, an enterprise resource planning (ERP) system transforming business processes with intelligent automation. This system is integrated across several STI ESG courses, including Systems Integration (BSIT), Accounting Information System (BSA/BSMA/BSAIS), Inventory Management (BSBA), and Supply Chain Management (BSRTCS). Through consistent engagement, STI ESG and SAP continue to strengthen their partnership in fostering SAP-ready students.

Abram Andrew Lumbang participated as a paper presenter at the Navigating the Nexus conference, organized by the Philosophical Association of the Philippines, contributing to critical discourse on philosophical perspectives and interdisciplinary research in July 2024.

Hamill Buyco of iACADEMY School of Design and the Arts and Jay-R San Pedro of iACADEMY Research Department presented their paper on “Readiness in the Integration and Utilization of Artificial Intelligence in Creative Courses” at the 2024 National Conference on

Educational Measurement and Evaluation (NCEME2024) by the Philippine Educational Measurement and Evaluation Association (PEMEA) held at De La Salle University, Manila from August 29 to 31, 2024.

Abram Andrew Lumbang presented a research paper at the 2024 National Conference on Educational Measurement and Assessment, organized by PEMEA in August 2024, further demonstrating his engagement in research on educational evaluation and assessment practices.

Madeleine Batac presented her paper “Exploring the Link between Radicalization and Violence in the Philippines: An Exploratory-Sequential Analysis” at the 2024 iSEARCH Employee Research Symposium held at iACADEMY Nexus.

Hamill S. Buyco, Dean of the School of Design and Arts (SODA), participated as a Paper Presenter at the 12th International Conference on Asian Studies, hosted by the Asian Center for Asian Studies at Ateneo de Manila University. With the theme “Artificial Intelligence in Asian Realities: Opportunities, Challenges, Risks, and Social Dynamics” in November 2024, the conference provided a platform for critical discourse on the societal impact of AI in Asian contexts.

Madeleine Batac presented her research “Radicalization in the Philippines: How Communist Terrorist Groups (CTG) Recruit Vulnerable Filipinos” at the PEARL Research Colloquium 2025 hosted by Philippine Association of Private Schools, Colleges and Universities (PAPSCU) and PEAC at Lyceum of the Philippines University - Cavite.

Steven S. Cristobal presented at the Doña Juana Chioco National High School during its Senior High School Career Festival on March 12, 2025. His research entitled “Digitalk Literacy for the Workplace: Essential Skills for Career” is about equipping the participants with the critical digital skills needed in today’s professional environments such as online communication, cybersecurity basics, productivity tools, and digital collaboration platforms.

Donny C. Calaunan, PhD presented his study entitled “Love and Enterprise: Navigating the Highs and Lows of Married Business Partnerships” during the 2025 International Multi-Disciplinary Research Conference in Baguio City on March 25, 2025. His study discussed the management of couples in their own business. It aims to explore the unique dynamics and challenges faced by couples who both work together in a business and share a marital relationship.

“Understanding The Learner’s Course Completion in the New Normal: Graduation Cohort Analysis” by Jay R San Pedro, Jocelyn Baniago, and Cecilia Sy was presented during the 2024 WSAP International Conference at Southern Luzon State University in Quezon Province from November 13 to 15, 2024.

Research Work

Faculty members of STI College Tagum demonstrated strong commitment to professional growth through multiple certifications. Jamie Clark R. Sellado earned two national certifications under TESDA, namely Food and Beverage Services National Certificate (NC) II (issued on September 18, 2025) and Cookery NC II (issued on January 16, 2025), both under the Philippine Technical-Vocational Education and Training (TVET) Competency Assessment and Certification System. His achievements highlight enhanced technical expertise in the hospitality

and culinary fields. Meanwhile, Johnferl C. Doquilo was awarded the Certified Research Specialist (CRS™) credential on August 24, 2024 by the Visionary Research Association, Inc., recognizing his proficiency in research design, statistical analysis, and ethical practices. In addition, Academic Head Allimar M. Nuevo successfully completed TESDA certifications in Housekeeping NC III (issued on May 2, 2025) and Housekeeping NC II, where he also earned accreditation as a Competency Assessor on January 24, 2025. These certifications collectively affirm the college’s faculty strength in research, hospitality, and vocational training.

At STI College Muñoz–EDSA, faculty members likewise expanded their qualifications through certifications. Devie Patricio successfully qualified as National Capital Region (NCR) Trainer for DepEd Supervisor Official-Technical Support Staff (DESO-TSS) after passing rigorous examinations and pre-qualification requirements. This enabled her to serve as a trainer for selected Quezon City and Manila districts in partnership with CHED-NCR and the Commission on Elections (COMELEC). In addition, several faculty members—namely Maria Janine Macion, Maricel Timoteo, Bryce Layugan, Ricka Leonardo, Bianca Macase, and Jhemar Vistro—successfully passed the Licensure Examination for Teachers (LET) administered in September 2024 and March 2025, strengthening the teaching credentials of the institution.

The faculty of STI College Baguio distinguished themselves in both hospitality and technical certifications. Chef Ronald U. Ferman was conferred the professional designation of Certified Hospitality Professional on April 4, 2025 by the Institute of Tourism and Hospitality Professionals, recognizing his excellence in the culinary and hospitality industries. Similarly, Edrian S. Llauderer achieved distinction by

obtaining both TESDA National Certificates in Food Production (Professional Cookery) NC III and NC IV from October 14 to 18, 2024 in Baguio City. Notably, he became the first and only TVET Trainer in Region XII to hold both qualifications, establishing a strong leadership benchmark in technical-vocational education.

Faculty members of STI College General Santos attained certification milestones in the field of research. Dr. Ann Gilyn B. Premarion, Glenna N. Arias, Remuel T. Octavio, and Jona I. Claudio earned the Certified Research Specialist (CRS™) designation after passing the Visionary Research Association, Inc. Certification Exam on November 10, 2024. This recognition demonstrates the institution’s growing expertise in research methodology, data analysis, and ethical academic practices.

In STI College Novaliches, faculty certifications reflected both technical and professional competencies. John Lerry Celestino, Janella Rodeneas, Girlyn Robediso, and Alyanna Viray successfully obtained NC III in Events Management Services, equipping them with specialized skills in planning, organizing, and executing professional events. Meanwhile, faculty members Karisse Condino, Jhun Rey Jotojot, and Emilie Carmona passed the LET conducted in September 2024 and March 2025, further enhancing the academic credentials of the institution.

STI College Ortigas–Cainta strengthened its teaching force through successful licensure outcomes. A group of faculty members—Julian Antonio Sison, Joseph Saba, Johanna Marie Gerada, Anjanneth Sibal, Osama Sembrano, Matthew Velasco, James Nicholas Mira, Stephany Muñoz, Marc JV Gamer, and Bryan Kio Fukuoka—passed the LET held in September 2024

and March 2025. This milestone reflects the school’s commitment to ensuring faculty members possess the necessary qualifications to deliver high-quality education.

At STI College Baliuag, four faculty members successfully passed the LET conducted in March 2025. These faculty members—Cipriano Sagum, Jesica David, Gerita Balansag, and Regine Victoria—demonstrated academic competence and professional readiness in support of the school’s educational standards.

Faculty members of STI College Puerto Princesa also achieved important professional credentials. Mea Ann Diaz, Jacqueline Sadang, and Angel Heart Villareal successfully passed the LET administered in September 2024 and March 2025. Their success further enhances the instructional capacity and credibility of the campus.

On February 5, 2025, during the City Development Council meeting held in SEDA Hotel in Bacolod City, STI WNU was recognized as the First Place awardee in the Academic Institution Category of the Clean and Green Program. The University earned this distinction for presenting the Best Project Concept/Research Paper on Urban Climate Action Resiliency. The winning entry, titled “Solar-Powered Automatic Watering System,” was authored by Dr. Erlyn Mae Getino-Desamparado. This innovative project was celebrated for its significant contribution to promoting sustainability and enhancing urban climate resilience. The recognition was conferred by the City Government of Bacolod and its City Planning and Development Office, underscoring the importance of academic research in addressing environmental challenges.



The following research outputs of STI WNU faculty were also published and presented at the 11th HCU (Huachiew Chalermprakiet University) International Academic Conference held from July 24 to 28, 2024:

- “Marketability of Computer Shop and Printing Services” by Ms. Winnie Joy C. Mananap and Ms. Christy Marie B. Rioja of the College of Business, Management and Accountancy (CBMA)
- “Influencing Factors Affecting CBMA Students’ Career Choice” by Ms. Anamor B. Jerez, Ms. Maricon Edna A. Arca, and Dr. Mima M. Villanueva of the CBMA
- “Solid Waste Management Practices of Public Market Vendors: Basis for an Action Plan” by Dr. Mima M. Villanueva of the CBMA and Dr. Yasmin P. Dormido of the College of Arts and Science (CAS)
- “Now Whats’ On Your Mind: A Pragmatic Analysis of Facebook Posts” by Dr. Annie Christy Jones and Dr. Yasmin P. Dormido of the CAS

“TEKA, TARLAC MUNA!” by Gilly Tribiana, Lenard Ames Montinola, Timothy Fort Ocampo, and Jana Sofia Rombaoa was presented during the 2024 iSEARCH

Student Research Congress held on October 17, 2024, in collaboration with the Philippine Educational Measurement and Evaluation, Inc. (PEMEA) at iACADEMY Nexus Building, Makati City.

“What’s in the Brand? Analyzing the Dynamics of Brand Love, Image, and Word of Mouth” at iACADEMY by Gian Carlo Alcantara and Paolo Noceda and “Beyond the Classroom: The Effects of Virtual On-the-Job Training on Students’ Professional and Personal Progress” by Francisco Napalit, Toni Almonte, Crisola Tan, and Jayson Viernes were presented during the 2024 iSEARCH Employee Research Symposium held on October 19, 2024 in collaboration with PEMEA at iACADEMY Nexus Building, Makati City.

“Exploring the Link between Radicalization and Violence in the Philippines: An Exploratory-Sequential Analysis” by Madelein Batac was also presented at the aforementioned symposium. In addition, this was presented during the 2025 PAPSCU Excellent Academic Research Link (PEARL) Research Colloquium at the Lyceum Philippines University –Cavite on April 30, 2025.

“What causes reticence in publicly correcting false information online? A case study from the Philippines” by Jessica Asper et al. was included in Romanian Journal of Communication and Public Relations Volume 26 Issue 2 February 2025.

“*Isang Pagsipat sa Kasalukuyan at Kinabukasan ng Artificial Intelligence sa School Of Computing Ng iAcademy*” by Joven B. Makiling, Michael Anthony Albano, Angel Jovelle Caballero, Joshua Klein Garcia, Chrystal Jane Lirios, Ryan Peighton Maniquiz, and Don Gerardo Molina was included in the iCONNECT Multidisciplinary Research Journal Volume 2 Issue 2 in May 2025.

“AI-Facilitated Learning of Data Analysis: Student Engagement with YoChatGPT” by Jay R San Pedro was presented during the 2025 Action Research Active Learning (ARAL) International Congress from May 16 to 18, 2025 at De La Salle University –Manila. In addition, his work was presented during the seminar titled “Global Perspectives on Collaborative Generative AI “Pedagogies: Real-World Use Cases from K12 to University” organized by the Education University of Hong Kong on June 5, 2025.

“Creating Sustainable Solutions: A Community-Based Participatory Action Research In Barangay Bangkal, Makati City, Philippines” was presented by Austin Rabelas, Margery Oriel, and Joanna Caneo during the 2025 Action Research Active Learning (ARAL) International Congress from May 16 to 18, 2025 at De La Salle University – Manila.

“Augmented and Virtual Reality Assessments in Design Courses,” a paper by Hamill Buyco and Jay R San Pedro, was presented during the National Conference on Educational Measurement and Evaluation (NCEME) 2024 held from August 29 to 31, 2024 at De La Salle University – Manila organized by (PEMEA).

DAPIT HAPON was presented by Carl Louie So, Arbenn Jaimie Espinoza, Mathan Gaius Duran, James Francis Lorenzo, Natahlia Joan Marinay, and Aaron Trinidad during the 2024 iSEARCH Student Research Congress held on October 17, 2024, in collaboration with the PEMEA at iACADEMY Nexus Building, Makati City.

ECONOMIC VALUE

The Group is strategically focused on guaranteeing the long-term success and sustainability of the organization for the benefit of its stockholders, wider stakeholder community, and the nation.



Economic Performance

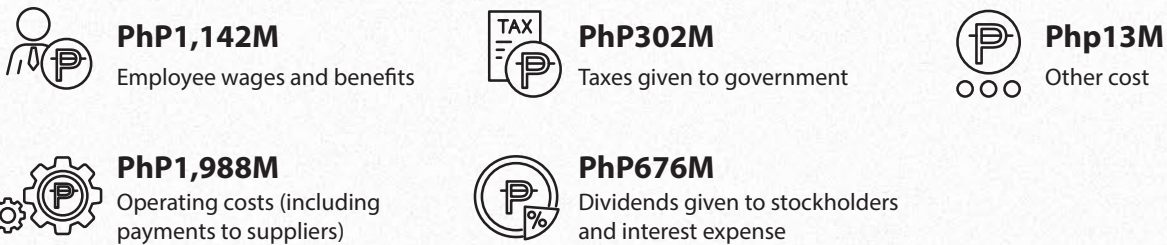
The Group's contribution to the economy extends beyond its financial performance. Through its extensive network of schools, the Group actively shapes and supplements the human capital supply for both local industries and the global market, thereby generating great talent. Furthermore, the employment generated by the Group, encompassing both direct and indirect roles, significantly contributes to the country's overall economic growth and development.

The Group experienced an improvement in economic performance during SY 2024-2025. This enhancement was primarily driven by a notable increase in student enrollment, improvement in the overall program enrollment mix and effective management of costs, alongside the benefits of increased operating leverage. Economic performance disclosures cover STI Holdings and its subsidiaries. Regarding the economic value distributed for SY 2024-2025, a substantial portion was allocated toward operating costs and employee wages and benefits.

2025 Economic Value Generated and Distributed

Php5,908M Economic value generated

Php4,121M Economic value distributed



Php1,787M Economic value retained

Detailed information about the Group's financial performance, including its operations, net sales, total capitalization, quantity of products and services provided, and entities included in the consolidated financial statements can be found in its Annual Report (SEC Form 17-A), which is available on the website www.stiholdings.com

ENVIRONMENTAL INITIATIVES

The Group acknowledges that its operational activities inherently impact surrounding communities and the environment. Consequently, it recognizes the critical need to contribute positively toward global efforts focused on mitigating climate change, reducing overall energy consumption, and decreasing carbon emissions.



Energy and Emissions

The Group's energy requirements are primarily met through reliance on electricity. Minimizing the institutional carbon footprint is viewed as a direct contribution to preserving the balance and integrity of nature and the environment.

Aside from global warming, operational risks include the potential for sudden increases in fuel prices, prolonged power blackouts, and escalating demand charges imposed by utility providers. These risks could potentially necessitate the suspension of classes or planned activities at both the Head Office and campus levels. Recognizing the strategic opportunity in adopting renewable sources of energy, STI ESG has actively sought to mitigate dependence on diesel-powered generators during outages.

STI ESG conducted roof deck waterproofing activities and installed solar panels at its Head Office, located at STI Academic Center Ortigas-Cainta, during the year ended June 30, 2024. These projects, completed in November 2023, had a combined cost of PhP 10.6 million for the solar installation and PhP 6.1 million for waterproofing. The solar panels at this location boast a total capacity of 212 kilowatts (kW) and have already yielded cost savings for both administrative and school energy consumption.

Furthermore, STI ESG installed solar panels at five of its wholly-owned and operated schools—STI College Pasay-EDSA, STI College Novaliches, STI College Las Piñas, STI College Sta. Mesa, and STI College Batangas during the year ended June 30, 2025. These projects collectively provide a capacity of 674 kW. This achievement represented a combined capital investment of PhP 22.8 million, which included associated costs for roofing



repairs. The STI College Novaliches installation was finalized in July 2024, with the remaining campus projects concluded on various dates in September 2024. These projects generate substantial energy savings, thereby further bolstering STI ESG's sustainability initiatives.

STI WNU employs a comprehensive strategy in its approach to energy and emissions that includes implementing energy-efficient upgrades, promoting renewable energy, and engaging the school community in sustainability efforts. The Sustainability Coordinator monitors and regularly reports on energy use and emissions. The school's commitment to reducing its carbon footprint is demonstrated through specific goals, actions, and stakeholder engagement, contributing to a more sustainable educational environment.

Energy management at STI WNU involves a systematic, proactive, optimal and eco-friendly utilization of power and water resources that achieves the University's operational objectives. This is embodied in the policies that are also aligned with the institutionalization of energy conservation practices in the University. These policies aim to reduce fuel consumption by introduction

of energy-efficient and conservation measures. These policies will likewise raise awareness on energy-related issues and encourage all STI WNU stakeholders to help reduce energy consumption and avoid activities that may result in excessive energy wastage. The policies will also ensure that all modifications in the facilities of the university observe the highest energy-efficient design standards, especially when constructing new buildings.

iACADEMY continues to strengthen its commitment to reducing its carbon footprint through practical energy and emissions saving initiatives. These include

tracking energy use, optimizing classroom and facility schedules, and turning off the chiller system an hour before the last class. Employees are also encouraged to adopt conservation practices through regularly shared energy-saving measures. To further cut fuel use and emissions, vehicle trips are coordinated so that multiple destinations within the same area are covered in one journey. This approach not only reduces the number of trips but also maximizes the use of institutional vehicles, lowering both costs and overall carbon footprint.

The following tables show the Group’s energy consumption and carbon footprint during the reporting period:

2025 Performance

Energy Consumption ¹			
Renewable sources (GJ)		Diesel	
1,885.00 (GJ)		1,674.47 (GJ)	
Gasoline		Electricity	
510.28 (GJ)		14,010,392.19 kWh	
LPG			
873.96 (GJ)			

Emissions (tons of CO ₂) ²			
Direct (Scope 1) GHG emissions		Total carbon footprint (Scope 1 + Scope 2)	
247.46		11,201.05	
Indirect (Scope 2) GHG emissions			
10,953.60			

¹ Fuel consumption of the Group is driven primarily by the use of diesel, gasoline, and LPG to power its vehicles, generators, machineries, kitchen laboratories, and canteen stoves in STI ESG-owned campuses, STI WNU, and iACADEMY.

² Source of Emission Factors: US EPA Greenhouse Gas Inventory Guidance – Direct Emissions from Stationary Combustion Sources, IPCC 2006 Guidelines for National Greenhouse Inventories, and Department of Energy (DOE) National Grid Emission Factors
Source of Global Warming Potential: IPCC Sixth Assessment Report (AR6)
Source of Conversion Factors: US Energy Information Administration Energy conversion calculators, Elgas LPG conversions, Aqua-calc compound and materials volume calculator

SOCIAL COMMITMENT

The Group’s sustained success and organizational strength are predicated upon three core pillars: the expertise of its employees, the harmonious relationships fostered with community partners, and a collective dedication toward achieving a sustainable future for all.



Employment

The Group recognizes its people as central to achieving its mission and sustained long-term growth. Attracting and retaining a workforce with diverse skills and high capability is essential for ensuring organizational performance. To support this, the Group offers competitive remuneration, including performance-based bonuses and executive compensation structured around key performance indicators. This practice establishes a rewarding environment that motivates employees, attracts top talent, and encourages long-term commitment. This strategy fundamentally cultivates a dynamic, skilled workforce that drives innovation and productivity.

The Group actively fosters a culture emphasizing service, trustworthiness, and innovation, ensuring it generates adaptable solutions responsive to evolving stakeholder requirements. All employment agreements clearly define organizational expectations, securing employees' professional roles, tenure, benefits, and career development. Furthermore, the Group rigorously upholds principles of equality, diversity, and health and well-being, ensuring full compliance with all employment requirements stipulated by the Department of Labor and Employment (DOLE), government, and non-government agencies.

 Female	1,416
 Male	1,193
Total number of employees	2,609
Attrition rate	9.65%
The ratio of the monthly salary of the lowest paid employee to the monthly minimum wage of the region where the employee is working is 1.06:1 for the subsidiaries of the Group.	

Diversity and Inclusion

The Group recognizes that promoting diversity and inclusion is paramount to organizational success, as it allows the institution to attract the most qualified and varied applicants whose unique perspectives fuel creative ideas and insightful initiatives. The Group actively embeds principles of equality, diversity, and health and well-being across its policies and operational practices. A core belief is that acknowledging the individuality of team members is foundational to realizing each person's full potential, thereby cultivating a comfortable work environment conducive to professional learning and growth. While overseeing a diverse workforce presents complex challenges, an inherent opportunity lies in fully leveraging the varied contributions and perspectives that such an inclusive structure brings.

To uphold these standards, STI ESG strictly prohibits discrimination based on gender identity or gender expression in all facets of the employment relationship, including hiring, promotions, training, compensation, and benefits. Demonstrating this commitment, STI ESG implemented formal guidelines in January 2023 that permit transgender or transitioning employees to dress in the uniform corresponding to their gender identity.

The Group understands that an inclusive workplace fosters a strong sense of belonging among employees, which directly translates into boosted engagement, heightened productivity, and notable improvements in work performance. This supportive culture allows employees to deeply appreciate their significance within the organization, fueling their drive for continuous self-improvement.

2025 Performance

	Percentage of female workers in the workforce	54%
	Percentage of male workers in the workforce	46%
	Number of employees from indigenous communities and/or vulnerable sector	82

Learning and Development

The Group considers its employees to be among the organization's most valuable assets, maintaining the firm conviction that investing in talent is essential for achieving long-term business growth and sustained success. The institution is dedicated to offering comprehensive developmental programs that empower employees to not only excel in their current roles but also prepare effectively for future career advancement opportunities. This focus on professional growth directly contributes to increased productivity, efficiency, and the consistent delivery of high-quality services. While acknowledging the potential risk of employee turnover following training investments, the organization remains steadfast in its commitment to facilitating ongoing professional growth across the network.

To maintain pedagogical and subject matter expertise, faculty members at STI ESG and STI WNU participate in periodic competency-based certifications and training as integral components of their respective Learning Delivery Systems. These programs are crucial for ensuring faculty proficiency in the subject matter required for delivering daily lessons. The specific content of these training programs is adjusted from year to year, based on the outcomes derived from systematic needs assessments conducted among the faculty members.

Additionally, all faculty members and staff of STI ESG and STI WNU undergo regular performance evaluation ratings from superiors and peers.

The Academics Group kicked off SY 2024-2025 with the Ready to Teach program, which served as a biannual faculty orientation designed to prepare Senior High School and Tertiary faculty members for the academic year. The first term session, held on August 8, 2024, has 1,269 participants and covered the SPE exam checker and grading system, classroom management

tips, teacher ethics, and managing student behavior. The second term session, conducted on January 6, 2025, had 795 participants and focused on classroom management, understanding the SPE, and forming the formators. These sessions aimed to strengthen teaching practices and foster a culture of professionalism and mentorship among faculty.



The training entitled *Unlocking the Potential of STEM Education* was designed to enhance the proficiency of senior high school science teachers in laboratory techniques, enabling them to confidently and effectively facilitate hands-on learning experiences in Science, Technology, Engineering and Mathematics (STEM) subjects. It was conducted onsite from July 25 to 26, 2024, with 39 STEM faculty members in attendance. The training was organized in partnership with Center for Integrated STEM Education (CISTEM) and featured external speakers from University of the Philippines National Institute for Science and Mathematics Education Development (UP NISMED).

The *Front Office Operations Faculty Training* aimed to equip participants with the necessary competencies to effectively handle the Hotel Front Office Operations Management and Front Office Principles and Procedures

courses for the Bachelor of Science in Hospitality Management (BSHM) or Hotel and Restaurant Administration (HRA) programs, while also integrating industry updates and trends. This was conducted onsite from July 29 to 30, 2024, with 36 Hotel Management faculty members. The sessions were facilitated with the expertise of external speakers from New Coast Hotel Manila.

The *Housekeeping Operations Faculty Training* provided participants with the necessary competencies to teach courses such as Fundamentals in Lodging Operations and Introduction to Hotel Operations for the Bachelor of Science in Culinary Management (BSCM), BSHM, and HRA programs, while incorporating current industry practices. The training took place onsite from July 31 to August 1, 2024, with 39 Hospitality Management faculty members, and was enriched by the insights of external speakers from Coro Hotel Makati.

The *Amadeus Faculty Training* was conducted to develop faculty competence in the use of the Amadeus Basic Reservation software, which is integrated into the Applied Business Tools and Technologies in Tourism course. Held online on July 31, 2024, the training was attended by 26 Tourism faculty members, with an external expert from Amadeus serving as the resource speaker.

The *SAP S/4HANA (IT) Faculty Training* supported the integration of SAP S/4HANA into IT courses and provided participants with the skills necessary to effectively manage the Advanced Systems Integration and Architecture course for the Bachelor of Science in Information Technology (BSIT) program. Conducted online from July 31 to August 2, 2024, the program engaged 15 IT faculty members. It was organized in partnership with the SAP University Alliances Program and featured an internal certified trainer, Mr. Lorenz Piñon.

The *BSA Workshop* was designed to assist participants in aligning academic and professional requirements for accountancy education. Conducted onsite from August 1 to 2, 2024, the training was attended by 16 BSA faculty members, with resource persons invited from industry partners to provide specialized expertise.

The *Netsynch (eZee PMS and POS) Faculty Training* enabled participants to gain proficiency in using the eZee Property Management System and Point of Sale software, which are integrated into the Hotel and Restaurant Administration curriculum. This training was conducted online from August 5 to 9, 2024, and was attended by 17 Hospitality Management faculty members.



The *Culinary Arts Faculty Training* was organized to equip educators with the competencies necessary to teach advanced culinary courses. Conducted onsite in two batches from August 5 to 6 and August 7 to 8, 2024, the training was participated in by culinary faculty members, with insights shared by distinguished chefs and industry practitioners.

The *Robot Assembly and Programming Faculty Training* provided participants with hands-on experience in robotics, enhancing their ability to teach related courses in the Computer Engineering program. Conducted onsite from August 5 to 7, 2024, the program engaged nine Computer Engineering faculty members.

The *2D Animation Faculty Training* developed faculty competencies in animation by introducing techniques and tools aligned with industry practices. The training was held onsite from August 7 to 9, 2024, with 13 Multimedia Arts faculty members participating.

The *Tour Planning, Packaging, and Pricing Faculty Training* aimed to strengthen faculty capacity to teach tourism planning and business-related courses. Conducted online from January 8 to 9, 2025, the training gathered 55 Tourism faculty members.

The *Food and Beverage Services Faculty Training* enhanced the instructional skills of participants in teaching bar and restaurant management courses. This program was conducted onsite from January 13 to 15, 2025, with a total of 38 Hospitality Management faculty members participating.

The *SAP S/4HANA (Accountancy/Business Management) Faculty Training* supported the integration of enterprise resource planning systems in accountancy and business management courses. Conducted online from January 15 to 17, 2025, the training was attended by 22 faculty members from these disciplines.

The *3D Animation with Autodesk Maya Faculty Training* strengthened faculty competence in advanced 3D animation practices. Conducted onsite from January 16 to 17, 2025, the training was participated in by 11 Multimedia Arts faculty members.

STI WNU promotes employee development by providing training opportunities at local, national, and international levels. In SY 2024-2025, the University sponsored employees for external training to enhance their skills and knowledge in their respective fields of specialization. A total of 33%, or 114 out of 347 full-time employees at STI WNU, participated in various training opportunities, including conferences, short courses, and seminars. Of

these training activities, 92% were at the national level, 4% were international, and the remaining 4% were local.

STI WNU also has its in-house training programs for both faculty and non-teaching personnel to continuously upgrade their competencies and stay abreast of evolving industry and academic trends. All employee development initiatives are strategically aligned with the United Nations Sustainable Development Goals (SDGs). A total of 63 out of 65 or 98% in-house activities were conducted for the employees. For a holistic approach, the employee development program focuses its design on six areas of development, namely: spiritual, professional and educational, physical, socio-cultural, organizational culture and organizational development to ensure the total development of the person; hence, there would be an integral development of the Knowledge, Skills, and Work Values (KSV) of the University personnel. To further strengthen the development of the six areas, a program of activities for organizational culture development was also included.

To promote holistic employee development and align with institutional values and the Sustainable Development Goals (SDGs), STI WNU implements a comprehensive set of activities across multiple dimensions. Spiritual Dimension activities include the celebration of the Holy Mass, observance of the Holy Hour, exposition of the Holy Eucharist, and Bible faith-sharing sessions among employees. These initiatives aim to nurture the spiritual well-being of personnel and foster a sense of community that is grounded in shared faith and values. Educational Dimension activities include granting scholarship to Faculty members and non-teaching personnel to pursue postgraduate degrees. This supports lifelong learning and academic advancement, ensuring that employees remain intellectually equipped to meet evolving educational standards. Professional development activities include orientation for newly hired employees, training on productivity, time and stress management, employee dynamism, work ethics and values, workshops

on personality development and customer excellence, and monthly priming sessions every first Monday. These programs are designed to enhance workplace performance, cultivate professionalism, and reinforce a culture of excellence. The Physical and Mental Health Dimension is intended to promote overall wellness. The institution organizes mental health month celebrations, on-site exercise and wellness activities, and annual physical examinations. These efforts aim to support both the physical and psychological health of employees, recognizing their importance in sustaining productivity and morale. The Socio-Cultural Dimension consists of a variety of events that were held during SY 2024–2025, including the Institutional and Corporate Christmas Parties, Recognition of Service, STI WNU Anniversary and Employee’s Night, General Assembly every semester, Manager’s Appreciation Night, and Women’s Month celebration. These activities foster camaraderie, celebrate achievements, and encourage inclusive participation in institutional growth and decision-making.

Lastly, STI WNU management conducts an annual Leadership Summit to cultivate visionary leadership across all levels of the institution. By bringing together administrators, department heads, and emerging leaders, the summit fosters dialogue on best practices, innovation, and strategic challenges in higher education. It empowers participants to lead with purpose, strengthen institutional culture, and drive transformative initiatives that enhance academic quality and operational excellence.

Additionally, iACADEMY seeks to provide its employees with training programs that help them carry out their jobs well and set them up for career progression. To guarantee the academic rigor of the school's learning system, iACADEMY employs EOS (Entrepreneurial Operating System) level of management. iACADEMY tracks staff and faculty members' internal and external

changes or progress using typical Specific, Measurable, Attainable, Realistic and Timely (SMART) KPIs every Level 10 meeting.

During SY 2024-2025, the faculty trainings were conducted online using eLMS and video conferencing solutions such as MS Teams and Google Meet. Intensive training using EOS tool was extended to all employees to ensure everyone is aligned with iACADEMY’s Vision, Mission and Core Values. Employees are able to share each employee's emotional motivation, welcome new joiners, recognize recipients of core values awards, announce accomplishments across all divisions, and sharpen their skills as they participate in the monthly Fun Friday activity, an employee engagement initiative arranged by the Human Resources department. Thinking Thursday sessions involving group discussions, presentations, and interactive activities stimulate innovative thinking among employees. By providing continuous learning opportunities and fostering a culture of collaboration, iACADEMY aims to empower its employees to contribute meaningfully to the organization's success. These initiatives strengthen employee engagement as well as promote a positive work environment where everyone feels valued and motivated to excel.

The Learning and Development initiatives demonstrate a comprehensive approach to enhancing employee skills and integrating advanced technologies within the organization. Key stakeholders, including employees, management, customers, and external partners, reap the rewards of improved performance, innovation, and enhanced service quality. The organization is committed to a policy of continuous learning, with structured goals aimed at increasing employee engagement and productivity, as evidenced by specific targets for teamwork efficiency and technology adoption. Furthermore, allocated resources, established grievance mechanisms, and various ongoing programs underscore the organization's dedication to cultivating a thriving learning environment.

2025 Performance

Total training hours provided to employees			Average training hours provided to employees		
	Female	10,119.00		Female	7.15
	Male	7,502.50		Male	6.29

Safety and Well-being

The Group places paramount importance on furnishing its employees with a work environment that is safe and free of hazards. This commitment is vital not only because it ensures the physical well-being of the staff but also because it directly contributes to enhanced productivity, allowing employees to focus completely on their responsibilities without concern. A secure workplace fundamentally protects personnel while simultaneously boosting job satisfaction and improving overall work performance.

The organization recognizes that although risks like virus transmission can lead to employee absences and work disruptions, these challenges also present an opportunity to foster heightened health and safety awareness across the entire organization.

The Group has instituted health and safety committees to oversee identifying hazards, implementation of health and safety policies and safety workflow, and ensuring proper maintenance of school facilities to prevent any accidents.

Emergency response teams onsite, including a certified first-aider, are also established to be activated in case of a hazardous event. The Group has also made available medical insurance as part of its employee benefits, which covers consultation and hospitalization. During the reporting period, the Group recorded zero incidents of work-related injuries and ill health.

Safe man-hours	5,198,672
No. of work-related injuries	1
No. of work-related fatalities	0
No. of work-related ill-health	0
No. of safety drills	71

Community Relations and Strategic Partnerships

Community relations and strategic partnerships are deemed a vital component of STI ESG's operations, primarily executed through the STI Foundation in collaboration with the wider STI community. The core mission of the STI Foundation is dedicated to contributing to the improvement of the country's educational system by initiating programs and projects, often in conjunction with local government and private institutions, that champion excellence in education.

The STI Foundation centers its efforts on maximizing outreach by providing educational opportunities to diverse groups, including public school teachers, students, persons with disabilities (PWDs), and underprivileged youth. The ultimate purpose of these initiatives is to contribute directly to nation-building by fostering a society characterized by equal opportunities and empowered, self-reliant individuals.

To maximize impact, the STI Foundation is committed to achieving nationwide outreach by partnering with STI campuses across the country, ensuring it addresses the specific needs of diverse local communities. Beyond forging collaborations with industry and local government, the Foundation actively involves volunteers from its employee and student base to guarantee the successful execution of its programs. This commitment to corporate social responsibility is demonstrated through the Foundation's engagement in various campaigns supporting out-of-school youth, government agencies, and local communities.

Management plans to further expand its private sector and industry collaborations to increase the availability of scholarships for financially disadvantaged youth. In its role as an educational partner, the STI Foundation is committed to assisting young individuals in completing their degrees, subsequently equipping them for gainful employment and fulfilling careers. Beyond the intrinsic value of achieving a degree, scholars sponsored by the STI Foundation gain tangible opportunities for improved career prospects. The Foundation actively supports this outcome by facilitating student placement services, effectively bridging the gap between industry employers and graduates seeking job opportunities.

Among the programs implemented by the Group with its partners are as follows:

COMMUNITY SERVICES

STI ESG

GROWVITE Scholarship Program

The GROWVITE Scholarship Program provides grants specifically for qualified employees and their dependents who are referred by the ATI company, with GROWVITE facilitating the scholarship administration and endorsing the roster of scholars.

UPLIFT CARES Scholarship Program

Uplift CARES partners with the STI Foundation by furnishing a detailed list of its scholars and specifying the coverage for each, utilizing programs designed to empower marginalized youth and adults through education, mentorship, and spiritual development.

Tanging Yaman Foundation Scholarship Program

The Tanging Yaman Foundation (TYF) INC., a duly organized non-stock, non-profit corporation, provides scholarship grants to numerous applicants from various STI provincial schools whose financial assistance proposals have been formally approved by the TYF and accepted by STI.

SM Foundation Scholarship Program

The SM Foundation Scholarship Program, the corporate social responsibility arm of the SM Group of Companies, focuses on improving Filipino lives through various social good programs, requiring applicants from private schools to possess a DepEd voucher and to be Grade 10 finishers from public high schools

Carnival Cruise line Scholarship Program

The Carnival Cruise Line Scholarship Program was established to financially assist deserving students seeking successful careers in the Tourism and Hospitality industries. Applicants for this program must submit their high school grades and demonstrate a proof of household income below Php 500,000 per year.

Agustin and Anita Tanco Foundation

The Agustin and Anita Tanco Foundation, a private voluntary non-profit corporation known for certifying other non-profit organizations' financial management, offers financial assistance to tertiary students who satisfy specific academic and economic criteria.

JTI Scholarship Program

The JTI Scholarship Program is an education initiative established by JTI Inc. to cover the costs of education for select company employees.

SEMPHIL Cares Scholarship

Samsung Electro-Mechanics Philippines Corp. (SEMPHIL), through its SEMPHIL Cares Scholarship, offers grants of Php 100,000 to recipients, particularly

those from low-income households, to cover their cost of education at designated STI campuses.



Metrobank Scholarship and Training Opportunities for the Next Generation (STRONG)

The Metrobank Foundation Inc. operates the Metrobank Scholarship and Training Opportunities for the Next Generation (STRONG)—also known as ACCESS—as a premier grant designed to support academically gifted college students who face financial challenges, providing grants for designated academic semesters.

STI WNU

STI WNU continues to uphold its commitment to community development and social responsibility through various outreach, livelihood, environmental, and wellness programs. In partnership with local government units, organizations, and civic groups, these initiatives aim to empower individuals, promote sustainability, and strengthen collaboration between the university and its partner communities. Among STI WNU's community programs and initiatives that were implemented in SY 2024-2025 are the following:

CED CARES Community Child Literacy Program

The College of Education launched a literacy program for learners in Purok Aseo through the Tutorial CED CARES initiative in SY 2024-2025. Students from the College of Education provided reading and writing assistance

to children. The program improved literacy rates and developed teaching skills among education majors. It fostered community involvement and a love for learning.

Twelve Teachers, Thousand Lives

STI WNU’s College of Education partnered with EB Magalona and Kabankalan City to mentor college scholars and Indigenous Peoples. The program promoted quality education, cultural awareness, and professional growth. Through mentoring, participants gained teaching and leadership skills. The project strengthened community involvement in education.



Donations of Used Items to Partner Communities

On various dates from June to December 2024 as well as January to September 2025, the University donated used items—including clothes, school supplies, books, and plastic chairs—to partner schools, churches, and barangays as needs arose and resources were available. This initiative supported education and community development by fostering generosity and resource-sharing among university members. Recipients benefited from materials that enhanced learning experiences and improved community facilities.

Emergency Relief Action

The different departments of STI WNU departments have been conducting emergency relief operations in coordination with local barangays and LGUs since July 2024. The initiative has provided aid to affected

communities during calamities. It showcased unity among University employees and strengthened community resilience. Through collective effort, relief goods and support were efficiently delivered.

Paralympics 2024

STI WNU collaborated with Differently Abled Persons (DAP), Bacolod Integrated Federation of Persons with Disability Association (BIFPA) and Department of Social Service and Development (DSSD) to host the 2024 Paralympics for PWDs in Bacolod City on July 24, 2024. The event provided opportunities for differently-abled individuals to showcase their athletic abilities. It fostered inclusivity and promoted awareness about PWD empowerment. The program inspired participants and the public to support equality through sports.

Mental Health Awareness and Library Management

In collaboration with Bureau of Jail Management and Penology (BJMP) Region and the Bacolod City Library Office, STI WNU held a mental health and library management session for Persons Deprived of Liberty (PDLs) and personnel on July 31, 2024. The activity promoted emotional well-being and stress management inside BJMP facilities. It also introduced proper library organization and reading programs. The initiative built a more supportive and rehabilitative environment in detention centers.

Environmental Activities

STI WNU collaborated with the Philippine Biodiversity Conservation Foundation (PBCFI) to conduct environmental seminars and lectures in October and December 2024 as well as April and May 2025. This collaboration aimed to enhance environmental awareness among NSTP and CAS students. It encouraged responsible action for biodiversity protection. Through these sessions, students deepened their understanding of conservation and sustainability.



Mangrove Growing and Coastal Clean-Up

STI WNU students, faculty, and partners joined the Municipality of EB Magalona ENRO and the Mangrove Ecotrail gathered on October 24, 2024 for a mangrove planting and coastal cleanup activity. The initiative strengthened environmental conservation and coastal protection. It also raised awareness among participants about the importance of mangrove ecosystems. The project contributed to biodiversity and climate resilience efforts in the community.

Simulated Beauty Care Salon Project

STI WNU students collaborated with residents of Purok Arao, Brgy. Vista Alegre, to establish a simulated salon for training purposes on October 26, 2024. Participants learned hands-on beauty care and practical grooming services. The initiative enhanced skills and employability, particularly for women and out-of-school youth. It also promoted self-confidence and entrepreneurship.

Empowerment through Knowledge for DAP

STI WNU partnered with the Barangay Mandalagan PWD Association, United Persons With Disability Association for Rehabilitation Development, Inc. (UPWARD), and BIFPA to conduct a knowledge and empowerment training for PWDs on November 23, 2024. The event provided information on livelihood, rights, and community participation. It strengthened self-confidence and

independence among PWD participants. The initiative also fostered inclusion and equal opportunity awareness in Bacolod City.

Community Day and Gift Giving

STI WNU and the City of Bacolod organized a Community Day and Gift Giving program for street children and families in Brgy. Tomongtong on December 14, 2024. The event fostered a sense of community spirit and compassion among volunteers and beneficiaries. Participants distributed gifts, food, and other necessities to underprivileged children. The activity encouraged kindness and volunteerism among students and staff.

Baking Training or Bread Production and Coastal Clean-up and Mangrove Growing

STI WNU collaborated with EB Magalona’s Women’s Association to conduct baking training from February 14 to 16, 2025 and coastal cleanup activities on various dates in February, March and May 2025. The project taught participants practical baking skills that could serve as a livelihood source. At the same time, it encouraged environmental stewardship through cleanup drives. This dual-purpose activity strengthened both economic and ecological responsibility among women residents.

Website Maintenance

College of Information and Communication Technology (CICT) students of STI WNU, in partnership with Philippines Biodiversity Conservation Foundation (PBCFI), developed and maintained a website for environmental information from February to April 2025. The site served as a resource hub to share data and promote conservation projects. It enhanced the students’ digital communication and project management skills. The initiative supported transparency and accessibility of environmental updates.

Adopt-A-Family for the Urban Garden Initiative

The University’s community implementers launched the Adopt-A-Family program in Purok Arao, Brgy. Vista Alegre where families were trained in urban gardening to improve food security from March to May 2025. The project promoted environmental sustainability and nutrition awareness. It encouraged community cooperation and self-sufficiency.



Dugtong Buhay Movement

STI WNU organized a bloodletting drive in partnership with the Philippine National Red Cross (PNRC), Department of Budget Management (DBM), Armed Forces of the Philippines (AFP), Philippine National Police (PNP) and Philippine Coast Guard on April 7, 2025. Students, personnel, and donors participated in the event to help save lives. The program encouraged volunteerism and health awareness. It strengthened collaboration between educational institutions and government agencies.

Micro Enterprise Project

STI WNU supported trisikad drivers and families in Brgy. Mandalagan through a microenterprise initiative conducted in May 2025. The project provided small-scale livelihood opportunities to increase household income. Participants learned basic business management and financial literacy. The activity enhanced economic resilience within local communities.



KINAMOT Handicraft and Livelihood Training

The Municipality of EB Magalona, Women’s Association, and Brgy. Tomongtong residents collaborated with STI WNU for a handicraft and livelihood training program conducted on April 8, 2025. Participants learned how to make products from indigenous and recycled materials, supporting sustainable income opportunities. The training enhanced women’s creativity and entrepreneurial skills. It also encouraged community self-sufficiency and resilience.

Establishment of Parents Association for Livelihood Program

Parents of STI WNU students in Brgy. Cabug have been organized to form an income-generating association from May to June 2025. With the help of DOLE, the initiative aimed to empower parents through livelihood projects. It encouraged financial stability and active participation in their children’s education. The program promoted economic self-reliance and community engagement.

iACADEMY

Cybersecurity and Digital Citizenship Workshop

In July 2024, iACADEMY partnered with Barangay Bangkal and Bangkal High School to equip 68 students with practical knowledge on digital safety, responsible tech use, and cyber ethics. Involved were 33 iACADEMY volunteers, including students, faculty, and parents.



#GirlsCan Campaign – World Vision PH

In September 2024, iACADEMY conducted a social awareness forum composed of youth empowerment talks by women leaders which advocated for gender equality and empowerment. It was attended by 278 students, with high engagement from SHS and college. Guest speakers included media personalities and youth ambassadors.



iREAD for Youth

In September 2024, iACADEMY conducted an institutional storytelling and arts workshop for Grade 2 learners at Bangkal Elementary School. Thirty-one volunteers joined the literacy and arts & crafts session, emphasizing creative learning and student interaction.

Dugtong Buhay: Blood Donation Drive

In November 2024, iACADEMY, in collaboration with the DBM, Philippine Red Cross, PNP and Philippine Coast

Guard, helped collect 280 bags of blood. This multi-sectoral initiative saw 102 volunteers, far exceeding the prior year’s turnout of 30 volunteers.



Break the Cycle & Computer Donation

In January 2025, iACADEMY, through the School of Computing, co-organized with Barangay Bangkal an e-waste campaign and tech donation for barangay and tackled digital citizenship and e-waste responsibility. iACADEMY also donated computer desktops for the community learning center.

Community Christmas Outreach

iACADEMY conducted a gift-giving activity for 40 Grade 2 students and their families from Barangay Bangkal. The initiative was organized by OSAS and supported by 52 volunteers.

ARTSI: Arts for Children Outreach

Twenty-four iACADEMY students partnered with the Ministry for Children’s Education of St. Anthony of Padua Parish-Manila and Barangay partners in a student-led initiative to deliver a free arts program for 30 underprivileged children on March 22, 2025.



Community Needs Assessment Interview

As part of iACADEMY’s continuing partnership with Barangay Bangkal, the SOCI Unit, together with faculty and staff from the School of Computing, General Education, and the External Linkages and Partnerships Department, conducted an in-depth needs assessment involving 56 residents in April 2025. The interview session provided key insights into pressing barangay concerns, including livelihood, education, and digital access.



Exploratory Visit with Dumagat IP Group

In April 2025, iACADEMY launched its first engagement with the Dumagat Indigenous Group in General Nakar, Quezon province through a site visit and community dialogue. This initiative is in line with iACADEMY’s inclusive and sustainability-driven mission. Discussions focused on cultural preservation, livelihood needs, and the development of future capacity-building initiatives.

MEMBERSHIP IN ASSOCIATIONS

For any educational institution, establishing strategic institutional linkages and memberships in associations is instrumental in continuously driving learning and innovation. These vital partnerships serve to empower academic institutions by enabling them to participate in meaningful collaborations directly aimed at enhancing opportunities for all their stakeholders.

STI ESG is active in the following associations or has fostered partnerships with known industry leaders:

- Association of Administrators in Hotel/Hospitality & Restaurant Management Educational Institutions (AAHRMEI)
 - Institute of Computer Engineers of the Philippines (ICpEP)
 - Internet and Mobile Marketing Association of the Philippines (IMMAP)
 - Philippine Association of National Advertisers (PANA)
- Public Relations Society of the Philippines (PRSP)
 - NCR School Registrar’s Association (NASCRA)
 - SAP/Victoria University
 - SGV
 - Amadeus Marketing Philippines, Inc.
 - Netsynch Computer Solutions
 - Oracle Academy
 - Python Institute

- Red Hat Academy
 - AWS Academy
 - Accenture, Inc.
 - PTC Aviation Training Center, Inc.
 - Hilton Manila
 - Globe Fintech Innovations, Inc.
- Globe Telecom
 - Conrad Manila
 - Smart/PLDT
 - ATPI Travel Philippines, Inc.
 - City of Dreams Manila
 - Conti’s Bakeship & Restaurant

STI WNU and its students are active members of the following organizations:

- Association of Administrators in Hotel/Hospitality & Restaurant Management Educational Institutions (AAHRMEI)
 - Council of Hotel and Restaurant Educators of the Philippines (COHREP)
 - Tourism Educators and Movers Philippines (TEAM PHILS WV)
 - Hotel and Restaurant Association of Negros Occidental (HRANO)
 - Bacolod City Tourism Office and Department of Tourism Region VI
 - Philippine Association of Colleges and Schools of Business (PACSB)
 - Philippine Society of IT Educators (PSITE)
 - Integrated Society of Information Technology Enthusiast (ISITE)
 - Junior Philippine Institute of Accountants (JPIA)
 - Philippine Society of Information Technology Educators Foundation, Inc. (PSITEFI)
- Bacolod-Negros Occidental Federation of ICT (BNeFIT)
 - Philippine Institute of Civil Engineers (PICE)
 - Junior Philippine Society of Mechanical Engineers (JPSME)
 - Institute of Integrated Electrical Engineers of the Philippines (IIEEP)
 - Global Educators Professional Enhancement International, Inc. (GEPEII)
 - Asian Qualitative Research Association (AQRA)
 - Asian Society of Teachers for Research (ASTR)
 - Asian Association of Interdisciplinary Research (AAIR)
 - National Organization of Science and Educators of the Philippines, Inc. (NOSEPI)
 - Philippine Association for Teachers and Educators, Inc. (PAFTEI)
 - Philippine Association of Graduate Studies (PAGE)

iACADEMY is committed to producing industry-ready Game Changers. In line with this commitment, iACADEMY is always on the lookout for opportunities to forge meaningful partnerships. This includes curriculum integration with leading local and international organizations.

For SY 2024–2025, iACADEMY continued to expand its network of industry and academic partners across industries.

Professional Memberships and Academic Networks:

- AI & Analytics Association of the Philippines (AAP)
 - Philippine Association of Collegiate Schools of Business (PACSB)
 - Philippine Marketing Association (PMA)
 - Philippine Society of Information Technology Educators (PSITE)
 - Philippine Software Industry Association (PSIA)
 - Game Developers Association of the Philippines (GDAP)
 - Animation Council of the Philippines, Inc. (ACPI)
 - Film Development Council of the Philippines (FDCP)
- Multimedia Arts Association of the Philippines (MMAAP)
 - Philippine Association of Academic/Research Librarians, Inc. (PAARL)
 - Philippine Educational Measurement and Evaluation Association (PEMEA)
 - Philippine Society for Quality (PSQ)
 - Creator and Influencer Council of the Philippines (CICP)
 - HIMAP (Healthcare Information Management Association of the Philippines)

Technology and Certification Partnerships:

- Amazon Web Services (AWS)
 - Huawei ICT Academy
 - The BLOKC
 - Toon Boom
- CLO Virtual Fashion
 - Dolby Atmos & Avid
 - Blackmagic and DaVinci Resolve

Customer Data Security and Privacy

The Group is committed to the responsible and lawful treatment of all personal data that it collects. The Group believes in keeping personal data shared by its stakeholders safe and secure, and ensuring that such are collected and processed by lawful means. The subsidiaries continue to adhere to the Data Privacy Act of 2012 (DPA) and its implementing rules and regulations.

Risks identified include unauthorized or malicious disclosure of personal data, data theft and excessive data collection. However, there are opportunities in adopting policies and best practices within the education industry.

Concerns regarding data privacy may be communicated to the respective data privacy officers of the schools. There has been one incident of data breach during the fiscal year.

2025 Performance

No. of substantiated complaints on customer privacy	0
No. of complaints addressed	0
No. of customers, users, and account holders whose information is used for secondary purposes	0
No. of data breaches, including leaks, thefts and losses of data	0



SEC eFast Initial Acceptance

From noreply-cifssost@sec.gov.ph <noreply-cifssost@sec.gov.ph>

Date Tue 10/28/2025 4:27 PM

EXTERNAL EMAIL WARNING : Do not click any links or open any attachments unless you trust the sender and know the content is safe.

Greetings!

SEC Registration No: 0000001746

Company Name: STI EDUCATION SYSTEMS HOLDINGS, INC.

Document Code: AFS

This serves as temporary receipt of your submission.

Subject to verification of form and quality of files of the submitted report.

Another email will be sent as proof of review and acceptance.

Thank you.

REMINDER:

TO ALL FILERS OF REPORTS IN THE e-FAST

Please strictly follow the instruction stated in the form.

Filings not in accordance with the prescribed template for the following reports will be automatically reverted by the system to the filer.

1. General Information Sheet (GIS-Stock)
2. General Information Sheet (GIS-Non-stock)
3. General Information Sheet (GIS- Foreign stock & non-stock)
4. Broker Dealer Financial Statements (BDFS)
5. Financing Company Financial Statements (FCFS)
6. Investment Houses Financial Statements (IHFS)
7. Publicly – Held Company Financial Statement
8. General Form for Financial Statements
9. Financing Companies Interim Financial Statements (FCIF)
10. Lending Companies Interim Financial Statements (LCIF)

Per Section 18 of SEC Memorandum Circular No. 3 series of 2021, the reckoning date of receipt of reports is the date the report was initially submitted to the eFast, if the filed report is compliant with the existing requirements.

A report, which was reverted or rejected, is considered not filed or not received. A notification will be sent to the filer, stating the reason for the reports rejection in the remarks box.

SECURITIES AND EXCHANGE COMMISSION

SEC Headquarters, 7907 Makati Avenue,
Salcedo Village, Barangay Bel-Air, Makati City,
1209, Metro Manila, Philippines

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Your BIR AFS eSubmission uploads were received

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

Date Tue 10/28/2025 3:53 PM

To Info STI Holdings <info@stiholdings.com.ph>

Cc Ricafort-Waban, Annariza <annariza.waban@stiholdings.com.ph>

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Hi STI EDUCATION SYSTEMS HOLDINGS INC,

Valid files

- EAFS000126853ITRTY062025.pdf
- EAFS000126853AFSTY062025.pdf
- EAFS000126853TCRTY062025-03.pdf
- EAFS000126853RPPTY062025.pdf
- EAFS000126853TCRTY062025-01.pdf
- EAFS000126853TCRTY062025-02.pdf

Invalid file

- <None>

Transaction Code: **AFS-0-ECCEA7E02S24V1RNQSM34NXM03YVY1PNY**

Submission Date/Time: **Oct 28, 2025 03:53 PM**

Company TIN: **000-126-853**

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Date Tue 10/28/2025 3:54 PM
To Info STI Holdings <info@stiholdings.com.ph>
Cc Ricafort-Waban, Annariza <annariza.waban@stiholdings.com.ph>

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- EAFS000126853TCRTY062025-05.pdf
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Invalid file

- <None>

Transaction Code: **AFS-0-7JJHA9JK024QPVWPNQTPWPTR40T3ZM1TT**
Submission Date/Time: **Oct 28, 2025 03:54 PM**
Company TIN: **000-126-853**

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Date Tue 10/28/2025 3:55 PM

To Info STI Holdings <info@stiholdings.com.ph>

Cc Ricafort-Waban, Annariza <annariza.waban@stiholdings.com.ph>

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- EAFS000126853TCRTY062025-07.pdf
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Invalid file

- <None>

Transaction Code: **AFS-0-RVVZYRR0CK9A9F96QRZM44WW0QTRMZM3M**

Submission Date/Time: **Oct 28, 2025 03:54 PM**

Company TIN: **000-126-853**

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

Date Tue 10/28/2025 3:57 PM

To Info STI Holdings <info@stiholdings.com.ph>

Cc Ricafort-Waban, Annariza <annariza.waban@stiholdings.com.ph>

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- EAFS000126853TCRTY062025-12.pdf
- EAFS000126853TCRTY062025-10.pdf

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Transaction Code: **AFS-0-ABC777CH09AKK99A8PS3SP3RW0443ZVN33**

Submission Date/Time: **Oct 28, 2025 03:57 PM**

Company TIN: **000-126-853**

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C O V E R S H E E T
for
AUDITED FINANCIAL STATEMENTS

SEC Registration Number

0	0	0	0	0	0	0	0	1	7	4	6

COMPANY NAME

S	T	I		E	D	U	C	A	T	I	O	N		S	Y	S	T	E	M	S		H	O	L	D	I	N	G	S
,		I	N	C	.																								

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

7	t	h		F	l	o	o	r	,		S	T	I		H	o	l	d	i	n	g	s		C	e	n	t	e	R
,		6	7	6	4		A	y	a	l	a		A	v	e	n	u	e	,		M	a	k	a	t	i		C	I
t	y		1	2	2	6																							

Form Type

A	P	F	S

Department requiring the report

C	R	M	D

Secondary License Type, If Applicable

N	A	

C O M P A N Y I N F O R M A T I O N

Company's Email Address

info@stiholdings.com.ph

Company's Telephone Number

(632) 8844 9553

Mobile Number

09088850369

No. of Stockholders

1,258

Annual Meeting (Month / Day)

Third Friday of November

Fiscal Year (Month / Day)

June 30

C O N T A C T P E R S O N I N F O R M A T I O N

The designated contact person MUST be an Officer of the Corporation

Name of Contact Person

Arsenio C. Cabrera, Jr.

Email Address

accabrera@htc-law.com.ph

Telephone Number/s

(632) 8813-7111

Mobile Number

—

C O N T A C T P E R S O N ' s A D D R E S S

5/F SGV-II BUILDING, 6758 AYALA AVENUE, MAKATI CITY

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

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



INDEPENDENT AUDITOR'S REPORT

The Stockholders and the Board of Directors
STI Education Systems Holdings, Inc.
7th Floor, STI Holdings Center
6764 Ayala Avenue
Makati City

Report on the Audit of the Parent Company Financial Statements

Opinion

We have audited the parent company financial statements of STI Education Systems Holdings, Inc. (the Company), which comprise the parent company statements of financial position as at June 30, 2025 and 2024, and the parent company statements of comprehensive income, parent company statements of changes in equity and parent company statements of cash flows for the years then ended, and notes to the parent company financial statements, including material accounting policy information.

In our opinion, the accompanying parent company financial statements present fairly, in all material respects, the financial position of the Company as at June 30, 2025 and 2024, and its financial performance and its cash flows for the years then ended in accordance with Philippine Financial Reporting Standards (PFRS) Accounting Standards.

Basis for Opinion

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

Responsibilities of Management and Those Charged with Governance for the Parent Company Financial Statements

Management is responsible for the preparation and fair presentation of the parent company financial statements in accordance with PFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of parent company financial statements that are free from material misstatement, whether due to fraud or error.



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

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Parent Company Financial Statements

Our objectives are to obtain reasonable assurance about whether the parent company financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these parent company financial statements.

As part of an audit in accordance with PSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the parent company financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the parent company financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the parent company financial statements, including the disclosures, and whether the parent company financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

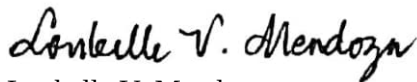
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on the Supplementary Information Required Under Revenue Regulations 15-2010

Our audits were conducted for the purpose of forming an opinion on the basic parent company financial statements taken as a whole. The supplementary information required under Revenue Regulations 15-2010 in Note 21 to the parent company financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic parent company financial statements. Such information is the responsibility of the management of STI Education Systems Holdings, Inc. The information has been subjected to the auditing procedures applied in our audit of the basic parent company financial statements. In our opinion, the information is fairly stated, in all material respects, in relation to the basic parent company financial statements taken as a whole.

The engagement partner on the audit resulting in this independent auditor's report is
Loubelle V. Mendoza.

SYCIP GORRES VELAYO & CO.



Loubelle V. Mendoza

Partner

CPA Certificate No. 115161

Tax Identification No. 301-422-247

BOA/PRC Reg. No. 0001, April 16, 2024, valid until August 23, 2026

BIR Accreditation No. 08-001998-145-2024, July 18, 2024, valid until July 17, 2027

PTR No. 10465344, January 2, 2025, Makati City

October 13, 2025





**STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL STATEMENTS**

The management of **STI Education Systems Holdings, Inc.** (the Company) is responsible for the preparation and fair presentation of the parent company financial statements, including the schedules attached therein, as at June 30, 2025 and 2024 and for the years ended June 30, 2025 and 2024 in accordance with Philippine Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of parent company financial statements that are free from material misstatement, whether due to fraud or error.

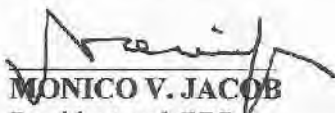
In preparing the parent company financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate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

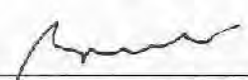
The Board of Directors is responsible for overseeing the Company's financial reporting process.

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

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


EUSEBIO H. TANCO
Chairman of the Board


MONICO V. JACOB
President and CEO


YOLANDA M. BAUTISTA
Treasurer and CFO

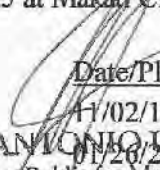
Signed this 13th day of October 2025

REPUBLIC OF THE PHILIPPINES
(CITY OF MAKATI CITY) S.S.

OCT 13 2025

SUBSCRIBED AND SWORN to me this _____ day of _____, 2025 at Makati City. Affiants exhibited to me their respective Passport/SSS numbers as follows:

<u>Name</u>	<u>Number</u>	<u>Date/Place of Issuance</u>
Eusebio H. Tanco	Passport No. PO992946B	11/02/19, DFA Manila
Monico V. Jacob	Passport No. P6179864B	01/26/21, DFA NCR East
Yolanda M. Bautista	SSS No. 03-2678038-9	


MIGUEL ANTONIO J. TENSUAN
Notary Public for Makati City
Appointment No. M-123
Until 31 December 2025

Doc/ No. 301
Page No. 62
Book No. V
Series of 2025.



5X/SGV II Building,
6758 Ayala Avenue, Makati City
Roll of Attorneys No. 87628
PTR No. 10466066 / Makati / 02 January 2025
IBP No. 470792 / Makati / 08 October 2024
MCLE Compliance No. VIII-0013765/
Pasig City / 27 September 2024

STI EDUCATION SYSTEMS HOLDINGS, INC.**PARENT COMPANY STATEMENTS OF FINANCIAL POSITION**

	June 30	
	2025	2024
ASSETS		
Current Assets		
Cash and cash equivalents (Note 4)	₱405,727,553	₱397,065,701
Other current assets (Note 5)	1,541,656	2,591,463
	407,269,209	399,657,164
Noncurrent asset held for sale (Note 7)	–	1,020,728,064
Total Current Assets	407,269,209	1,420,385,228
Noncurrent Assets		
Investments in subsidiaries (Note 6)	16,878,242,538	16,803,242,538
Investment properties (Note 7)	1,297,764,097	284,739,834
Deposit for future stock subscription (Notes 6 and 11)	–	75,000,000
Property and equipment (Note 8)	9,822,575	11,924,087
Other noncurrent assets (Note 9)	27,664,339	21,657,709
Total Noncurrent Assets	18,213,493,549	17,196,564,168
TOTAL ASSETS	₱18,620,762,758	₱18,616,949,396
LIABILITIES AND EQUITY		
Current Liabilities		
Accounts payable and other current liabilities (Notes 6, 10 and 11)	₱85,086,224	₱84,986,105
Current portion of lease liabilities (Note 14)	4,248,845	3,365,427
Dividends payable (Note 12)	12,297,583	12,232,488
Total Current Liabilities	101,632,652	100,584,020
Noncurrent Liabilities		
Subscription payable (Notes 6 and 11)	64,000,000	64,000,000
Lease liabilities - net of current portion (Note 14)	6,560,190	9,571,698
Deferred tax liability (Note 15)	2,437,921	2,950,196
Total Noncurrent Liabilities	72,998,111	76,521,894
Total Liabilities	174,630,763	177,105,914
Equity		
Common stock (Note 12)	4,952,403,462	4,952,403,462
Additional paid-in capital	11,254,677,345	11,254,677,345
Fair value change in equity instruments at fair value through other comprehensive income (FVOCI) (Note 9)	205,058	278,928
Retained earnings (Note 12)	2,238,846,130	2,232,483,747
Total Equity	18,446,131,995	18,439,843,482
TOTAL LIABILITIES AND EQUITY	₱18,620,762,758	₱18,616,949,396

See accompanying Notes to Parent Company Financial Statements.



STI EDUCATION SYSTEMS HOLDINGS, INC.**PARENT COMPANY STATEMENTS OF COMPREHENSIVE INCOME**

	Years Ended June 30	
	2025	2024
REVENUES		
Dividend income (Notes 6 and 11)	₱456,100,098	₱683,362,182
Advisory fees (Note 11)	18,510,000	18,510,000
	474,610,098	701,872,182
EXPENSES		
Outside services (Note 7)	12,925,151	14,729,765
Salaries and allowances (Note 11)	6,097,112	6,316,491
Depreciation and amortization (Notes 8 and 14)	3,992,851	4,435,767
Taxes and licenses	3,260,594	2,264,330
Membership fees and dues	1,221,297	1,233,850
Meetings and conferences	957,715	1,212,524
Transportation and travel	853,511	1,499,149
Utilities (Note 11)	654,751	594,895
Advertising and promotions (Note 11)	614,134	604,134
Supplies	314,100	413,413
Representation and entertainment	193,236	156,540
Rent	137,027	—
Communication	104,966	119,479
Miscellaneous	311,519	171,076
	31,637,964	33,751,413
OTHER INCOME (EXPENSE)		
Interest income (Note 4)	16,771,885	10,841,574
Loss on remeasurement of noncurrent asset held for sale (Note 7)	(7,703,800)	—
Interest expense (Note 14)	(926,799)	(1,203,793)
Others (Note 11)	840,000	840,000
	8,981,286	10,477,781
INCOME BEFORE INCOME TAX	451,953,420	678,598,550
PROVISION FOR (BENEFIT FROM) INCOME TAX (Note 15)		
Current	387,000	387,000
Deferred	(512,275)	(1,072,147)
	(125,275)	(685,147)
NET INCOME	452,078,695	679,283,697
OTHER COMPREHENSIVE INCOME (LOSS)		
Other comprehensive income (loss) not to be reclassified to profit or loss in subsequent periods -		
Fair value change in equity instruments at FVOCI (Note 9)	(73,870)	83,000
TOTAL COMPREHENSIVE INCOME	₱452,004,825	₱679,366,697
Basic/Diluted Earnings Per Share (Note 13)	₱0.05	₱0.07

See accompanying Notes to Parent Company Financial Statements.



STI EDUCATION SYSTEMS HOLDINGS, INC.**PARENT COMPANY STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

	Capital Stock (Note 12)	Additional Paid-in Capital	Fair Value Change in Equity Instruments at FVOCI (Note 9)	Retained Earnings (Note 12)	Total
Balance at July 1, 2024	₱4,952,403,462	₱11,254,677,345	₱278,928	₱2,232,483,747	₱18,439,843,482
Net income	—	—	—	452,078,695	452,078,695
Other comprehensive loss	—	—	(73,870)	—	(73,870)
Total comprehensive income	—	—	(73,870)	452,078,695	452,004,825
Dividends	—	—	—	(445,716,312)	(445,716,312)
Balance at June 30, 2025	₱4,952,403,462	₱11,254,677,345	₱205,058	₱2,238,846,130	₱18,446,131,995
Balance at July 1, 2023	₱4,952,403,462	₱11,254,677,345	₱195,928	₱1,850,344,258	₱18,057,620,993
Net income	—	—	—	679,283,697	679,283,697
Other comprehensive income	—	—	83,000	—	83,000
Total comprehensive income	—	—	83,000	679,283,697	679,366,697
Dividends	—	—	—	(297,144,208)	(297,144,208)
Balance at June 30, 2024	₱4,952,403,462	₱11,254,677,345	₱278,928	₱2,232,483,747	₱18,439,843,482

See accompanying Notes to Parent Company Financial Statements.



STI EDUCATION SYSTEMS HOLDINGS, INC.
PARENT COMPANY STATEMENTS OF CASH FLOWS

	Years Ended June 30	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	₱451,953,420	₱678,598,550
Adjustments to reconcile income before income tax to net cash flows:		
Dividend income (Notes 6 and 11)	(456,100,098)	(683,362,182)
Interest income (Note 4)	(16,771,885)	(10,841,574)
Loss on remeasurement of noncurrent asset held for sale (Note 7)	7,703,800	—
Depreciation and amortization (Notes 8 and 14)	3,992,851	4,435,767
Interest expense (Note 14)	926,799	1,203,793
Operating loss before working capital changes	(8,295,113)	(9,965,646)
Decrease in other current assets	339,360	709,097
Increase in accounts payable and other current liabilities	100,119	375,886
Net cash used for operations	(7,855,634)	(8,880,663)
Income taxes paid	(387,000)	(387,000)
Interest received	17,482,333	9,947,471
Net cash provided by operating activities	9,239,699	679,808
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividends received	456,100,098	683,362,182
Increase in other noncurrent assets	(6,080,500)	(2,648,062)
Acquisitions of property and equipment (Note 8)	(443,887)	(104,995)
Deposit for future stock subscription (Note 11)	—	(75,000,000)
Net cash provided by investing activities	449,575,711	605,609,125
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments of:		
Cash dividends (Note 12)	(445,651,217)	(297,092,679)
Lease liabilities (Note 14)	(4,502,341)	(4,664,279)
Cash used in financing activities	(450,153,558)	(301,756,958)
NET INCREASE IN CASH AND CASH EQUIVALENTS	8,661,852	304,531,975
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	397,065,701	92,533,726
CASH AND CASH EQUIVALENTS AT END OF YEAR (Note 4)	₱405,727,553	₱397,065,701

See accompanying Notes to Parent Company Financial Statements.



STI EDUCATION SYSTEMS HOLDINGS, INC.

NOTES TO PARENT COMPANY FINANCIAL STATEMENTS

1. Corporate Information

STI Education Systems Holdings, Inc. (STI Holdings or the Company) was incorporated in the Philippines and registered with the Philippine Securities and Exchange Commission (SEC). The Company was originally established in 1928 as the Philippine branch office of Theo H. Davies & Co., a Hawaiian corporation. It was reincorporated as a Philippine corporation and registered with the SEC on June 28, 1946. The Company's shares were listed on the Philippine Stock Exchange (PSE) on October 12, 1976. On June 25, 1996, the SEC approved the extension of the Company's corporate life for another fifty (50) years. The primary purpose of the Company is to invest in, purchase or otherwise acquire and own, hold, use, sell, assign, transfer, lease, mortgage, pledge, exchange, or otherwise dispose of real properties as well as personal and movable property of any kind and description, including shares of stock, bonds, debentures, notes, evidence of indebtedness and other securities or obligations of any corporation or corporations, association or associations, domestic or foreign and to possess and exercise in respect thereof all the rights, powers and privileges of ownership, including all voting powers of any stock so owned, but not to act as dealer in securities, and to invest in and manage any company or institution. STI Holdings aims to focus on education and education-related activities and investments.

STI Holdings' registered office address, which is also its principal place of business, is 7th Floor, STI Holdings Center, 6764 Ayala Avenue, Makati City, 1226.

The parent company financial statements have been approved and authorized for issuance by the Board of Directors (BOD) on October 13, 2025.

2. Basis of Preparation and Material Accounting Policies

Basis of Preparation

The accompanying parent company financial statements have been prepared under the historical cost basis, except for investments in equity instruments that have been measured at fair value. The parent company financial statements are presented in Philippine Peso, the Company's functional and presentation currency, and all values are rounded to the nearest Peso, except when otherwise indicated.

Statement of Compliance

The parent company financial statements have been prepared in accordance with Philippine Financial Reporting Standards (PFRS) Accounting Standards. PFRS Accounting Standards include statements named PFRS, Philippine Accounting Standards (PAS) and Philippine Interpretations based on equivalent interpretations from the International Financial Reporting Interpretations Committee (IFRIC) adopted by the Philippine Financial Reporting Standards Council (FRSC).

Changes in Accounting Policies and Disclosures

The accounting policies adopted are consistent with those of the previous financial year, except for the adoption of the new and amended standards effective July 1, 2024. The adoption of these new standards and amendments did not have any significant impact on the parent company financial statements except otherwise stated.



- Amendments to PAS 1, *Classification of Liabilities as Current or Non-current*
The amendments clarify:
 - That only covenants with which an entity must comply on or before reporting date will affect a liability's classification as current or non-current.
 - That classification is unaffected by the likelihood that an entity will exercise its deferral right.
 - That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification.
- Amendments to PFRS 16, *Lease Liability in a Sale and Leaseback*
The amendments specify how a seller-lessee measures the lease liability arising in a sale and leaseback transaction in a way that it does not recognize any amount of the gain or loss that relates to the right of use retained.
- Amendments to PAS 7 and PFRS 7, *Disclosures: Supplier Finance Arrangements*
The amendments specify disclosure requirements to enhance the current requirements, which are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk.

Standards Issued but Not Yet Effective

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

Effective for Fiscal Year 2026

- Amendments to PAS 21, *Lack of exchangeability*

Effective for Fiscal Year 2027

- 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 for Fiscal Year 2028

- PFRS 17, *Insurance Contracts*
- PFRS 18, *Presentation and Disclosure in Financial Statements*
- PFRS 19, *Subsidiaries without Public Accountability*

Deferred effectivity

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

The Company has not early adopted the previously mentioned standards. The Company continues to assess the impact of the above new, amended and improved accounting standards and interpretations that are effective subsequent to June 30, 2025 on its parent company financial statements in the period of initial application. Additional disclosures required by these amendments will be included in the parent company financial statements when these amendments are adopted.



Financial Instruments

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

a. Financial Assets

Initial Recognition and Measurement. Financial assets are classified, at initial recognition, as subsequently measured at amortized cost, FVOCI or fair value through profit or loss (FVPL).

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Company's business model for managing them. The Company initially measures a financial asset at its fair value plus, in the case of a financial asset not at FVPL, transaction costs.

In order for a financial asset to be classified and measured at amortized cost or FVOCI, it needs to give rise to cash flows that are 'solely payments of principal and interest' (SPPI) on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level. In making this assessment, the Company determines whether the contractual cash flows are consistent with a basic lending arrangement, i.e., interest includes consideration only for the time value of money, credit risk and other basic lending risks and costs associated with holding the financial asset for a particular period of time. In addition, interest can include a profit margin that is consistent with a basic lending arrangement. The assessment as to whether the cash flows meet the test is made in the currency in which the financial asset is denominated. Any other contractual terms that introduce exposure to risks or volatility in the contractual cash flows that is unrelated to a basic lending arrangement, such as exposure to changes in equity prices or commodity prices, do not give rise to contractual cash flows that are SPPI on the principal amount outstanding.

The Company's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. It is determined at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. The Company's business model does not depend on management's intentions for an individual instrument.

Subsequent Measurement. For purposes of subsequent measurement, financial assets are classified in four categories:

- Financial assets at amortized cost (debt instruments)
- Financial assets at FVOCI with recycling of cumulative gains and losses (debt instruments)
- Financial assets designated at FVOCI with no recycling of cumulative gains and losses upon derecognition (equity instruments)
- Financial assets at FVPL

As at June 30, 2025 and 2024, the Company has no debt instruments and financial assets at FVPL.

a. *Financial Assets at Amortized Cost (Debt Instruments).* The Company measures financial assets at amortized cost if both of the following conditions are met:

- The financial asset is held within a business model with the objective to hold financial assets in order to collect contractual cash flows; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are SPPI on the principal amount outstanding.



Financial assets at amortized cost are initially recognized at fair value plus directly attributable transaction costs and subsequently measured at amortized cost using the effective interest (EIR) method, less any impairment in value. Gains and losses are recognized in profit or loss when the asset is derecognized, modified or impaired.

The Company's financial assets at amortized cost include cash and cash equivalents, receivables and refundable deposits as at June 30, 2025 and 2024.

- b. *Financial Assets designated at FVOCI (Equity Instruments).* Upon initial recognition, the Company can elect to classify irrevocably its equity investments as equity instruments designated at FVOCI when they meet the definition of equity under PAS 32, *Financial Instruments: Presentation* and are not held for trading. The classification is determined on an instrument-by-instrument basis.

Gains and losses on these financial assets are never recycled to profit or loss. Equity instruments designated at FVOCI are not subject to impairment assessment.

The Company elected to classify irrevocably its listed equity investments under this category.

Impairment of Financial Assets. The Company recognizes an allowance for expected credit losses (ECLs) for all debt instruments that are not held at FVPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECLs are recognized in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

For cash and refundable deposits, the Company applies a general approach in calculating ECL. The Company recognizes a loss allowance based on either 12-month ECL or lifetime ECL, depending on whether there has been a significant increase in credit risk on its financial assets since initial recognition.

Derecognition. A financial asset (or, where applicable, a part of a financial asset or part of a company of similar financial assets) is primarily derecognized (i.e., removed from the parent company statement of financial position) when:

- The rights to receive cash flows from the asset have expired; or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement;
- The Company has transferred its rights to receive cash flows from the asset and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.



When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if, and to what extent, it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognize the transferred asset to the extent of its continuing involvement. In that case, the Company also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

b. Financial Liabilities

Initial Recognition and Measurement. Financial liabilities are classified, at initial recognition, as financial liabilities at FVPL, or as other financial liabilities.

The Company determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

As at June 30, 2025 and 2024, the Company has no financial liabilities at FVPL.

Subsequent Measurement. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method.

Gains and losses are recognized in the parent company statement of comprehensive income when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the parent company statement of comprehensive income.

Other financial liabilities include accounts payable and other current liabilities (excluding government and other statutory liabilities), lease liabilities, dividends payable and subscription payable.

Derecognition. A financial liability is derecognized when the obligation under the liability is discharged or cancelled or has expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in profit or loss in the parent company statement of comprehensive income.

Creditable Withholding Taxes (CWT)

CWT represents the amount withheld by counterparties from the Company. These are recognized upon collection and are utilized as tax credits against income tax due as allowed by Philippine taxation laws and regulations. CWT is presented under the “Other current assets” account in the parent company statement of financial position. CWT is stated at its estimated net realizable value (NRV).



Noncurrent Asset Held for Sale

The Company classifies a noncurrent asset as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use. Such noncurrent asset classified as held for sale is measured at the lower of its carrying amount and fair value less costs to sell. Costs to sell are the incremental costs directly attributable to the sale.

The criteria for held for sale classification are regarded as met only when the asset is available for immediate sale in its present condition and the sale is highly probable. Management must be committed to a plan to sell, which is expected to be completed within one year from the date of the classification, and an active program to locate a buyer and complete the plan must have been initiated. Further, the asset must be actively marketed for sale at a price that is reasonable in relation to its current fair value. Actions required to complete the plan to sell should indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn.

Investment properties are not depreciated or amortized once classified as held for sale. Noncurrent asset held for sale is presented separately as part of current assets in the parent company statement of financial position.

If the criteria for classification as held for sale are no longer met, the Company shall cease to classify the asset as held for sale. The Company shall measure a noncurrent asset that ceases to be classified as held for sale at the lower of: (a) its carrying amount before the asset was classified as held for sale, adjusted for any depreciation, amortization or revaluations that would have been recognized had the asset not been classified as held for sale, and (b) its recoverable amount at the date of the subsequent decision not to sell (or that the sale is not highly probable). The Company shall include any required adjustment to the carrying amount of a noncurrent asset that ceases to be classified as held for sale in profit or loss from continuing operations in the period in which the criteria are no longer met.

Investment in Subsidiaries

The Company's investment in subsidiaries (entities which the Company controls) is carried in the parent company statement of financial position at cost less any accumulated impairment in value.

Investment Properties

Investment properties include parcels of land held by the Company for capital appreciation. Investment properties are measured initially at cost, including transaction costs.

Investment properties are derecognized when either they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognized in the parent company statement of comprehensive income in the year of retirement or disposal.

Property and Equipment

The Company's property and equipment consist of equipment, leasehold improvements, furniture and fixtures and right-of-use assets that do not qualify as investment properties.

Property and equipment is stated at cost, excluding the costs of day-to-day servicing, less accumulated depreciation and amortization and any impairment in value. The initial cost of property and equipment consists of its purchase price, including import duties, taxes, and any directly attributable costs of bringing the property and equipment to its working condition and location for its intended use. Expenditures incurred after the property and equipment have been put into operation, such as repairs and maintenance, are normally charged to the parent company statement of comprehensive income in the period such costs are incurred. In situations where it can be clearly demonstrated that the expenditures have resulted in an increase in the future economic benefits expected to be obtained from



the use of an item of property and equipment beyond its original assessed standard of performance, the expenditures are capitalized as additional cost of property and equipment.

It is the Company's policy to classify right-of-use (ROU) assets as part of property and equipment. The Company recognizes ROU assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). ROU assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of ROU assets includes the amount of lease liabilities recognized and lease payments made at or before the commencement date less any lease incentives received.

Unless the Company is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognized ROU assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. ROU assets are subject to impairment.

Depreciation and amortization are computed using the straight-line method over the following estimated useful lives of property and equipment or lease term (in the case of ROU assets), whichever is shorter:

Asset Type	Number of Years
Office equipment	2-3 years
Leasehold improvements	5 years or term of the lease, whichever is shorter
Furniture and fixtures	2-3 years
Right-of-use asset – building	5 years or term of the lease, whichever is shorter
Right-of-use asset – transportation equipment	3 years

The estimated useful lives and depreciation and amortization method are reviewed periodically to ensure that the periods and method of depreciation and amortization are consistent with the expected pattern of economic benefits from items of property and equipment. The useful lives of property and equipment are estimated based on the period over which property and equipment are expected to be available for use and on collective assessment of industry practice, internal technical evaluation and experience with similar assets. The estimated useful lives of the property and equipment are updated if expectations differ from previous estimates due to wear and tear, technical or commercial obsolescence and legal or other limits on the use of the property and equipment. However, it is possible that future financial performance could be materially affected by changes in the estimates brought about by changes in factors mentioned above. The amounts and timing of recorded expenses for any period would be affected by changes in these factors and circumstances.

An item of property and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising from derecognition of the asset (calculated as the difference between the net disposal proceeds and carrying amount of the asset) is included in profit or loss in the parent company statement of comprehensive income in the year the asset is derecognized.

Impairment of Nonfinancial Assets

Investments in Subsidiaries, Investment Properties and Property and Equipment. The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, the Company makes an estimate of the asset's recoverable amount. The recoverable amount of the asset is the greater of fair value less cost to sell and value in use. The fair value is the amount obtainable from the sale of an asset in arm's length transaction between knowledgeable, willing parties, less cost of disposal. In assessing value in use, the estimated future cash flows are discounted



to their presented value using a pre-tax discount rate that reflects current market assessment of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs. Any impairment loss is charged to the parent company statement of comprehensive income.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. If that is the case, the carrying amount of the assets is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation and amortization in the case of property and equipment, had no impairment loss been recognized for the asset in the prior years. Such reversal is recognized in the parent company statement of comprehensive income. After such reversal, the depreciation and amortization charges are adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining useful life.

Equity

Common stock is measured at par value for all shares issued. Incremental costs incurred directly attributable to the issuance of new shares are shown in equity as a deduction of proceeds, net of tax. Proceeds and/or fair value of considerations received in excess of par value are recognized as additional paid-in capital.

Retained earnings represent the Company's accumulated net earnings less cumulative dividends declared. Dividends on common stock are recognized as liability and deducted from equity when approved by the BOD of the Company. Dividends approved after the financial reporting date are dealt with as an event after the reporting date.

Retained earnings may also include the effect of changes in accounting policy as may be required by the transitional provisions of new accounting standards and interpretations.

Revenue Recognition

Revenue from contracts with customers is recognized when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Company assesses whether it is acting as a principal or an agent in every revenue arrangement. It is acting as a principal when it has the primary responsibility for providing the goods or services. The Company also acts as a principal when it has the discretion in establishing the prices and bears inventory and credit risk. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates and value-added tax (VAT).

Advisory Fees. Advisory fees are satisfied at a point in time and are recognized when the service is rendered.

Dividend Income

Dividend income is recognized when the right to receive has been established.

Interest Income

Interest income is recognized as it accrues on a time proportion basis taking into account the principal amount outstanding and the effective interest rate.



Other Income

Other income is recognized when earned.

Costs and Expenses

Costs and expenses are decreases in economic benefits during the accounting period in the form of outflows or decrease of assets or incurrence of liabilities that result in decreases in equity, other than those relating to distributions to equity participants. Costs and expenses are recognized in profit or loss in the parent company statement of comprehensive income in the period these are incurred.

Provisions

Provisions are recognized when the Company has present obligations, legal or constructive, as a result of past events, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the Company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the parent company statement of comprehensive income, net of any reimbursements. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to passage of time is recognized as interest expense.

Earnings Per Share (EPS)

The Company presents basic and diluted earnings per share rate for its common shares. Basic EPS is calculated by dividing net income for the period by the weighted average number of common shares outstanding during the period after giving retroactive effect to any stock dividend declarations.

Diluted EPS is calculated in the same manner, adjusted for the dilutive effect of any potential common shares. As the Company has no dilutive common shares outstanding, basic and diluted earnings per share are stated at the same amount.

Leases

The determination of whether an arrangement is, or contains, a lease is based on the substance of the arrangement at the inception date of whether the fulfillment of the arrangement is dependent on the use of a specific asset or assets or the arrangement conveys a right to use the asset, even if that right is not explicitly specified in an arrangement. A reassessment is made after the inception of the lease only if one of the following applies: (a) there is a change in contractual terms, other than a renewal or extension of the agreement; (b) a renewal option is exercised or extension granted, unless the term of the renewal or extension was initially included in the lease term; (c) there is a change in the determination of whether the fulfillment is dependent on a specified asset; or (d) there is a substantial change to the asset.

Where a reassessment is made, lease accounting shall commence or cease from the date when the change in circumstances gave rise to the reassessment for scenarios (a), (c) or (d) and the date of renewal or extension period for scenario (b).

As a Lessee

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low value assets. The Company recognizes lease liabilities to make lease payments and ROU assets representing the right to use the underlying assets.

Right-of-Use Assets. The Company classifies its ROU assets as part of property and equipment. Refer to the accounting policies in “Property and equipment” section.



Lease Liabilities. At the commencement date of the lease, the Company recognizes lease liabilities measured at the present value of lease payments to be made over the remaining lease term. The lease payments include fixed payments (including in-substance fixed payments, as applicable) less any lease incentives receivable and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating a lease, if the lease term reflects the Company exercising the option to terminate.

In calculating the present value of lease payments, the Company uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

Taxes

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

Deferred Tax. Deferred tax is provided, using the liability method, on all temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax liabilities are recognized for all taxable temporary differences except when the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

Deferred tax assets are recognized for all deductible temporary differences, carryforward benefit of unused tax credits from excess minimum corporate income tax (MCIT) over regular corporate income tax (RCIT) and unused net operating loss carry-over (NOLCO) to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry-forward benefit of unused tax credits and unused tax losses can be utilized except when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred tax assets is reviewed at each financial reporting date and reduced to the extent that it is no longer probable that sufficient future taxable profit will be available to allow all or part of the deferred tax assets to be utilized. Unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent that it has become probable that sufficient future taxable profit will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the financial reporting date.

Deferred tax relating to items recognized directly in equity is also included in equity and not in profit or loss of the parent company statement of comprehensive income.



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

Value-Added Tax (VAT). Revenue, expenses and assets are recognized net of the amount of VAT, except:

- When the VAT incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case the VAT is recognized as part of the cost of acquisition of the asset or as part of the expense item, as applicable; or
- Receivables and payables that are stated with the amount of VAT included.

The net amount of VAT recoverable from the taxation authority is included under the “Other current assets” account in the parent company statement of financial position.

Contingencies

Contingent liabilities are not recognized in the parent company financial statements but are disclosed in the notes to the parent company financial statements, unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent assets are not recognized in the parent company financial statements but are disclosed in the notes to parent company financial statements when an inflow of economic benefits is probable.

Events after the Reporting Date

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

Segment Reporting

For management purposes, STI Holdings and its subsidiaries (collectively referred to as the Group) is organized into business units based on the geographical location of the students and assets. Financial information about operating segments is presented in Note 20 to the parent company financial statements.

3. Management’s Use of Judgment, Estimates and Assumptions

The preparation of the parent company financial statements in conformity with PFRS Accounting Standards requires the Company to make judgments, estimates and assumptions that affect the amounts reported in the parent company financial statements and related notes. The estimates used are based upon management’s evaluation of relevant facts and circumstances as at the date of the parent company financial statements, giving due consideration to materiality. Actual results could differ from such estimates.

The Company believes the following represents a summary of these significant judgments, estimates and assumptions and related impact and associated risks in the parent company financial statements.

Judgments

In the process of applying the Company’s accounting policies, management has made the following judgments apart from those including estimations and assumptions, which have the most significant effect on the amounts recognized in the parent company financial statements.



Contingencies. The Company is involved in several cases. Management and its legal counsels believe that the Company has substantial legal and factual bases for its position and are of the opinion that losses arising from these legal actions, if any, will not have a material adverse impact on the parent company financial statements. It is possible, however, that future results of operations could be materially affected by changes in the estimates or in the effectiveness of strategies relating to these proceedings (see Note 16).

Noncurrent asset held for sale. On June 24, 2021, the Parent Company's BOD approved the sale to an interested buyer of the Company's properties located in Quezon City ("Quezon City dacion properties") which were received by the Company through the deeds of dacion in 2016 as these properties have not been used in business since acquisition. Management considered these properties to have met the criteria to be classified as held for sale for the following reasons:

- The BOD approved the disposition of the Quezon City dacion properties;
- The Quezon City dacion properties are available for immediate sale in its present condition;
- Negotiations with an interested buyer have been initiated;
- The properties will be sold at a price approximating its current fair value; and
- Management expects to complete the sale within one year from the date of classification.

As a result of the classification as noncurrent asset held for sale, the Company ceased to account for the properties as investment properties effective June 30, 2021 and carried such properties at the lower of its carrying amount and fair value less costs to sell. No impairment loss was recognized for the year ended June 30, 2021 as a result of such classification (see Note 7).

In May and June 2022, the Company issued to several brokers an authority to sell and to perform all efforts in connection with the sale of the Quezon City dacion properties to prospective buyers. In 2023, the Company started its negotiation with a certain real estate group for the sale of the properties.

As at June 30, 2024, the Company was still in negotiation with the said real estate group who was looking for a real estate developer to partner with in the development of the land. Consequently, the properties remain to be presented as "Noncurrent asset held for sale" and carried at the lower of carrying amount and fair value less cost to sell.

As of June 30, 2025 and October 13, 2025, management remains committed to its plan to sell the Quezon City dacion properties. However, considering that the timing of the sale is highly uncertain, management reclassified the Quezon City dacion properties from "Noncurrent asset held for sale" back to "Investment properties" as at June 30, 2025, adjusted for the depreciation that would have been recognized had the asset not been classified as held for sale (see Note 7).

Estimates and Assumptions

The key estimates and assumptions concerning the future and other key sources of estimation uncertainty at reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities recognized in the parent company financial statements within the next financial year are discussed as follows:

Leases - Estimating the Incremental Borrowing Rate. Since the Company cannot readily determine the interest rate implicit in the lease, it uses its incremental borrowing rate (IBR) to measure lease liabilities. The IBR is the rate of interest that the Company would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the ROU asset in a similar economic environment. The IBR therefore reflects what the Company 'would have to pay', which requires estimation when no observable rates are available or when they need to be adjusted to reflect the terms and conditions of the lease. The Company estimates the IBR using observable inputs (such as market interest rates) when available and is required to make certain entity-specific estimates.



The Company's lease liabilities as at June 30, 2025 and 2024 are disclosed in Note 14 to the parent company financial statements.

Impairment of Nonfinancial Assets. PFRS Accounting Standards requires nonfinancial assets to be tested for impairment when certain impairment indicators are present, irrespective of whether there are any indications of impairment. Nonfinancial assets include investment in subsidiaries, investment properties, property and equipment and other noncurrent assets.

Management is required to make estimates and assumptions to determine the future cash flows to be generated from the continued use and ultimate disposition of these assets in order to determine the value of these assets. While the Company believes that the assumptions used are reasonable and appropriate, these estimates and assumptions can materially affect the parent company financial statements. Future adverse events may cause management to conclude that the affected assets are impaired and may have a material impact on the financial condition and results of operations of the Company.

Nonfinancial assets that are subject to impairment testing as at June 30, 2025 and 2024 are as follows:

	2025	2024
Investments in subsidiaries (see Note 6)	₱16,878,242,538	₱16,803,242,538
Investment properties (see Note 7)	1,297,764,097	284,739,834
Property and equipment (see Note 8)	9,822,575	11,924,087

No provision for impairment on these nonfinancial assets was recognized for the years ended June 30, 2025 and 2024.

Recognition of Deferred Tax Assets. The Company reviews the carrying amounts of deferred tax assets at each reporting date and reduces these to the extent that it is no longer probable that sufficient taxable income will be available to allow all or part of the deferred tax assets to be utilized.

Since the Company is a holding company, management assessed that no sufficient future taxable income will be generated to allow all or part of its deferred tax assets to be utilized as the Company's income mainly pertains to passive income which are not subject to income tax.

As at June 30, 2025 and 2024, unrecognized deferred tax assets arising from unused NOLCO and MCIT and lease liabilities amounted to ₱21.0 million and ₱18.2 million, respectively (see Note 15).

4. Cash and Cash Equivalents

	2025	2024
Cash on hand	₱5,000	₱5,000
Cash in banks	13,529,715	12,337,819
Cash equivalents	392,192,838	384,722,882
	₱405,727,553	₱397,065,701

Cash in banks earn interest at the prevailing bank deposit rates. Cash equivalents are short-term placements which are made for varying periods of up to three months depending on the immediate cash requirements of the Group and earn interest at the prevailing short-term investment rates.

Interest income earned from cash in banks and cash equivalents for the years ended June 30, 2025 and 2024 amounted to ₱16.8 million and ₱10.8 million, respectively.



5. Other Current Assets

	2025	2024
Advances for legal services	₱407,285	₱357,285
Current portion of creditable withholding taxes	387,000	387,000
Advances to officers and employees (see Note 11)	197,835	149,215
Interest receivable	183,656	894,103
Input VAT – net	67,673	303,708
Others	298,207	500,152
	₱1,541,656	₱2,591,463

Advances for legal services are noninterest-bearing and are expected to be liquidated within one year.

Advances to officers and employees are normally liquidated within one month.

6. Investments in Subsidiaries

As at June 30, 2025 and 2024, the Company carries its investments in shares of stock under the cost method as follows:

	2025	2024
STI Education Services Group, Inc. (STI ESG)	₱15,283,676,041	₱15,283,676,041
iACADEMY, Inc. (formerly Information and Communications Technology Academy, Inc.), (iACADEMY)	782,167,571	782,167,571
STI West Negros University, Inc. (STI WNU)	592,398,926	592,398,926
Attenborough Holdings Corp. (AHC)	145,000,000	145,000,000
STI College Novaliches, Inc.	75,000,000	—
	₱16,878,242,538	₱16,803,242,538

STI ESG

STI ESG has investments in several entities which own and operate STI schools. STI ESG is involved in establishing, maintaining, and operating educational institutions to provide pre-elementary, elementary, secondary, including Senior High School (SHS), and tertiary as well as post-graduate courses, post-secondary and lower tertiary non-degree programs. It also develops, adopts and/or acquires, entirely or in part, such curricula or academic services as may be necessary in the pursuance of its main activities, relating but not limited to information technology services, information technology-enabled services, education, hotel and restaurant management, engineering, business studies, psychology and criminology.

On December 18, 2024, the Company received cash dividends from STI ESG amounting to ₱0.15 per share or ₱456.1 million while on December 21, 2023, the Company received cash dividends from STI ESG amounting to ₱0.20 per share or ₱608.1 million (see Note 11).

iACADEMY

iACADEMY is a premier school offering specialized programs in SHS and college that are centered on Computing, Business and Design. It is known for its strong industry partnerships and non-traditional programs such as Software Engineering, Game Development, Web Development, Real Estate Management, Animation, Multimedia Arts and Design, Fashion Design and Technology, Music Production and Sound Design, Film and Visual Effects, Data Science, and Cloud Computing.



iACADEMY also offers programs in Accountancy, Marketing Management and Psychology. Classes are conducted at iACADEMY's Nexus building along Yakal St. in Makati City and at Filinvest Cyberzone Tower Two Building in Lahug, Cebu City, with top-of-the-line multimedia arts laboratories and computer suites.

It started in 2002 as a wholly owned subsidiary of STI ESG until its acquisition by STI Holdings in September 2016.

On September 27, 2016, STI Holdings purchased 100.0 million iACADEMY shares or 100.0% of iACADEMY's issued and outstanding capital stock from STI ESG for a purchase price of ₱113.5 million. STI Holdings also subscribed to 100 million shares out of the 400 million increase in the authorized capital stock of iACADEMY, which was approved by the SEC on November 9, 2016, at an aggregate subscription price of ₱100.0 million. With this, iACADEMY became a wholly-owned subsidiary of STI Holdings.

On September 7, 2017, the Board of Governors (BOG) of iACADEMY and BOD of Neschester Corporation (Neschester) approved the merger of the two companies with iACADEMY as the surviving corporation. The stockholders of both companies confirmed, ratified and approved the merger on the same date. The plan of merger was filed with the SEC on January 24, 2018 and was approved on April 10, 2018.

On the same date, September 7, 2017, the BOG and stockholders of iACADEMY approved the increase in its authorized capital stock from ₱500.0 million to ₱1,000.0 million. The purpose of the increase in authorized capital stock is to issue sufficient shares to the Company pursuant to the plan of merger. The application for the increase in authorized capital stock was filed with the SEC on January 30, 2018 and was approved on April 10, 2018. On May 11, 2018, iACADEMY issued 494,896,694 shares to the Company in exchange for the net assets of Neschester pursuant to the plan of merger.

On June 1, 2022, the BOG and Stockholders of iACADEMY, at separate meetings, approved the amendments in its AOI as follows: (1) amendment of its primary purpose to include [a] establishment of educational institutions in Metro Manila and a branch in Cebu City; and [b] that iACADEMY shall have all the express powers of a corporation under Section 35 of the Revised Corporation Code, including the establishment and maintenance of branches and school campuses within the Philippines, subject to the rules and regulations of the DepEd, CHED and TESDA. The SEC approved the amendments on July 28, 2022. On July 15, 2022, iACADEMY leased the 5th Floor of a property in Cebu Cyberzone located in Cebu City for a period of ten (10) years subject to renewal upon mutual agreement.

On February 7, 2023, the BOG and stockholders of iACADEMY, at separate meetings, approved the change in the corporate name from Information and Communications Technology Academy, Inc. to iACADEMY, Inc. iACADEMY applied for the amendment of its AOI and By-Laws with the SEC on February 23, 2023. The SEC approved the change in corporate name on April 3, 2024.

STI WNU

On September 11, 2013, STI Holdings executed a Share Purchase Agreement with the former shareholders of STI WNU (the Agustin family). STI WNU owns and operates STI West Negros University in Bacolod City. It offers pre-elementary, elementary, Junior High School (JHS), SHS, tertiary and post-graduate programs. It also provides technical-vocational education training services under TESDA and/or operates a Training Center as well as an Assessment Center in relation to the said services.



On October 1, 2013, STI Holdings entered into a Deed of Absolute Sale to acquire the shares of STI WNU constituting 99.45% of the issued and outstanding common stock and 99.93% of the issued and outstanding preferred stock of STI WNU for an aggregate purchase price of ₱400.0 million, inclusive of contingent consideration. The acquisition cost was eventually recorded at ₱367.4 million. Carrying value as at June 30, 2025 and 2024 amounted to ₱592.4 million with the capitalization of acquisition-related expenses and the additional capital contribution of ₱225.0 million made in 2015. As at June 30, 2025 and 2024, the Company's remaining liability for contingent consideration amounting to ₱17.0 million is presented as nontrade payable under "Accounts payable and other current liabilities" account in the parent company statements of financial position (see Note 10).

On November 18, 2013, STI WNU's BOD approved the reclassification of its preferred shares into common shares. On March 12, 2015, the SEC approved the application of STI WNU for the increase in its authorized capital stock and the reclassification of its preferred shares to common shares, from 300,000 preferred shares with ₱100 par value per share and 700,000 common shares with ₱100 par value per share to 10,000,000 common shares with ₱100 par value per share. Consequently, the Company's deposit for future stock subscription was then applied to its subscription to 2,249,540 common shares of STI WNU at a total cost of ₱225.0 million. Further, preferred shares owned by the Company were converted to common shares bringing its ownership to 99.86% of STI WNU's issued and outstanding common stock.

On December 20, 2023, the Company received cash dividends from STI WNU amounting to ₱25.0 per share or ₱75.2 million (see Note 11).

On October 11, 2024, the BOD of STI WNU authorized the declaration of stock dividends equivalent to 2,000,000 common shares with an aggregate par value of ₱200.0 million to be taken from the unissued portion of STI WNU's authorized capital stock. The ₱200.0 million stock dividends would come from STI WNU's audited retained earnings as of June 30, 2024 and due to all stockholders of record as of September 30, 2024. This was approved by STI WNU's stockholders in their meeting held on November 14, 2024. On May 19, 2025, WNU issued to the Company 1,997,178 common shares out of 2,000,000 common shares as a result of the declaration of stock dividends (see Note 11).

On December 20, 2023, the Company received cash dividends from STI WNU amounting to ₱25.0 per share or ₱75.2 million (see Note 11).

AHC

AHC is a holding company which is a party to the Joint Venture Agreement and Shareholders' Agreement with STI Holdings, Philippine Women's University (PWU) and Unlad Resources Development Corporation (Unlad) (see Note 16).

In May 2014, STI Holdings made a deposit of ₱56.0 million for 40.0% ownership in AHC. In November 2014, the said deposit was converted into ₱56.0 million AHC shares following the SEC approval of the increase in the authorized capital stock of AHC.

On February 11, 2015, the Company acquired the remaining 60.0% ownership in AHC, including subscription rights, from various individuals for a consideration of ₱25.0 million making AHC a wholly owned subsidiary.

On March 1, 2016, the Company and AHC executed a Deed of Assignment wherein AHC assigned its AHC Loan to Unlad, including capitalized foreclosure expenses, totaling to ₱66.7 million for a cash consideration of ₱73.8 million. The Deed of Assignment provides that the cash consideration will be payable in cash of ₱10.0 million upon execution of the Deed of Assignment and the remaining balance of ₱63.8 million upon demand. Accordingly, AHC recognized a receivable from the Company



amounting to ₱63.8 million. Further, all the rights related to the receivable from Unlad have been transferred to STI Holdings (see Notes 10 and 16).

As at June 30, 2025 and 2024, the Company has unpaid subscription to AHC, presented as “Subscription payable” under noncurrent liability in the parent company statements of financial position, amounting to ₱64.0 million.

STI College Novaliches, Inc.

On June 24, 2024, STI Holdings and STI College Novaliches, Inc. executed a Subscription Agreement wherein STI Holdings subscribed to 75.0 million common shares of STI College Novaliches, Inc. at ₱1.0 per share or ₱75.0 million, subject to the SEC’s approval of the increase in authorized capital stock of STI College Novaliches, Inc. from 5.0 million common shares at ₱1.0 per share or ₱5.0 million to 300.0 million common shares at ₱1.0 per share or ₱300.0 million. The deposit for future stock subscription in the amount of ₱75.0 million was paid by STI Holdings in June 2024. On January 27, 2025, the SEC approved STI College Novaliches, Inc.’s application to increase its authorized capital stock. As a result, STI College Novaliches Inc. became a direct subsidiary of STI Holdings, with 93.75% ownership, while STI ESG’s ownership interest in STI College Novaliches, Inc. was reduced to 6.25%.

On March 31, 2025, STI Holdings, STI ESG and STI College Novaliches, Inc. executed a Deed of Assignment (the Deed) where STI College Novaliches, Inc. unconditionally and irrevocably assigned and transferred its identified Assets and Liabilities, including its permits and licenses, to STI ESG for a total consideration of ₱4.2 million. The Novaliches campus of STI ESG has continued to operate as an STI ESG branch in Novaliches, Quezon City effective January 2025.

On July 31, 2025, the SEC approved several amendments to the Articles of Incorporation of STI College Novaliches, Inc., which include the change in the corporate name to “Philippine School of Business Administration - Manila, Inc.”. The SEC likewise approved on August 29, 2025, the amended By-Laws of Philippine School of Business Administration - Manila, Inc. (formerly “STI College Novaliches, Inc.”) which include, among others, the change in its fiscal year from April 1 of each year to March 31 of the following year to July 1 of each year to June 30 of the following year.

7. Noncurrent Asset Held for Sale and Investment Properties

Noncurrent Asset Held for Sale. Noncurrent asset held for sale as of June 30, 2024 represents several parcels of land, buildings and improvements located in Quezon City (Quezon City dacion properties), which were received by the Company from Unlad through the Deeds of Dacion executed on March 31, 2016 pursuant to a Memorandum of Agreement (MOA), together with the Davao City dacion property, for a total dacion price of ₱911.0 million as settlement of the outstanding obligations of Unlad and PWU to the Company, arising from the loans extended by the Company to PWU and Unlad when the Company acceded, in November 2011, to the Joint Venture Agreement and Shareholders’ Agreement (the Agreements) by and among PWU, Unlad, an Individual and Mr. Eusebio H. Tanco (EHT), STI Holdings’ BOD Chairman, for the formation of a strategic arrangement with regard to the efficient management and operation of PWU (see Note 16). PWU is a private non-stock, non-profit educational institution, which provides basic, secondary and tertiary education to its students while Unlad is a real estate company controlled by the Benitez Family and has some assets which are used to support the educational thrust of PWU. The Davao City dacion property and Quezon City dacion properties were initially recognized as “Investment properties” at fair value aggregating to ₱1,280.5 million at dacion date.



On June 24, 2021, the Company's BOD approved the sale of the Quezon City dacion properties to a potential buyer as these properties have not been used in business since its conveyance to the Company. Consequently, the carrying value of these properties amounting to ₱1,020.7 million was reclassified to "Noncurrent asset held for sale" account in the parent company statement of financial position as at June 30, 2021. With the classification as noncurrent asset held for sale, the Company carried the said properties at the lower of its carrying amount and fair value less costs to sell.

In May and June 2022, the Company issued to several brokers an authority to sell and to perform all efforts in connection with the sale of the Quezon City dacion properties to prospective buyers. In 2023, the Company started its negotiation with a certain real estate group for the sale of the properties.

As at June 30, 2024, the Company was still in negotiation with the said real estate group who was looking for a real estate developer to partner with in the development of the land. With this, the properties were presented as "Noncurrent asset held for sale" and carried at the lower of carrying amount and fair value less cost to sell. No impairment loss was recognized for the year ended June 30, 2024.

As at June 30, 2025 and October 13, 2025, management remains committed to its plan to sell the Quezon City dacion properties. However, considering that the timing of the sale is highly uncertain, management reclassified the Quezon City dacion properties from "Noncurrent asset held for sale" back to "Investment properties" as at June 30, 2025. Consequently, management remeasured its Quezon City dacion properties at the lower of: (a) its carrying amount before the asset was classified as held for sale, adjusted for depreciation that would have been recognized had the asset not been classified as held for sale, of ₱1,013.0 million, and (b) its recoverable amount at the date of the subsequent decision that the sale is not yet highly probable of ₱4,394.5 million based on the latest valuation conducted by independent appraisers on August 28, 2024.

Accordingly, management recognized the adjustment to the carrying amount of its Quezon City dacion properties amounting to ₱7.7 million as "Loss on remeasurement of noncurrent asset held for sale" in profit or loss in the parent company statement of comprehensive income for the year ended June 30, 2025. As at June 30, 2025, the carrying value of the Quezon City dacion properties, presented under "Investment properties", amounted to ₱1,013.0 million.

Investment Properties. The Company's investment properties include parcels of land, buildings and improvements currently held by the Company for capital appreciation and are not used in business as follows:

	2025	2024
Quezon City properties*	₱1,013,024,263	₱—
Davao property	284,739,834	284,739,834
	₱1,297,764,097	₱284,739,834

*Reclassified from "Noncurrent asset held for sale" as at June 30, 2025 (as discussed above)

The Company engaged security services for the Quezon City and Davao properties, recorded under "Outside services" in the parent company statements of comprehensive income. Security services for the years ended June 30, 2025 and 2024 amounted to ₱3.9 million and ₱4.9 million, respectively.

Fair Value of Investment Properties

The fair values of these properties were determined by an independent professionally qualified appraiser. The fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.



As at June 30, 2025 and 2024, the fair values of the Company's investment properties are as follows:

	Amount
Quezon City properties*	₱4,394,454,000
Davao property	486,226,400
	₱4,880,680,400

*Reclassified from "Noncurrent asset held for sale" as at June 30, 2025

Level 2 fair value of land, classified as investment properties, has been derived using the market approach. The market approach is a comparative approach to value that considers the sales of similar or substitute properties and related market data and establishes a value estimate by process involving comparison. Listings and offerings may also be considered. Sales prices of comparable land in close proximity (external factor) are adjusted for differences in key attributes (internal factors) such as location and size.

Using the latest available valuation report as at June 30, 2025 and 2024, the following shows the valuation techniques used in measuring the fair value of land, as well as the significant unobservable inputs used:

Fair value at June 30, 2025 and 2024	₱4,858,804,400
Total area (in square meters)	55,459
Fair value by square meter:	
Quezon City properties	14,357 sq. m. at ₱288,000 per sq. m. and 918 sq. m. at ₱259,000
Davao property	40,184 sq. m. at ₱12,100 sq. m.
Valuation date	August 28, 2024/August 30, 2024
Valuation technique	Market approach
Unobservable input	External factors - net price per square meter Internal factors - location, size, depth, influence, and time element
Relationship of unobservable inputs to fair value	The higher the price per square meter, the higher the fair value

Buildings and Improvements

Level 2 fair values of buildings and improvements have been derived using the cost approach. The cost approach is based on the principle of substitution, which holds that an informed buyer would not pay more for a given property than the cost of an equally desirable alternative. The methodology of the Cost Approach is a set of procedures that estimate the current reproduction cost of the improvements, deducts accrued depreciation from all sources, and adds the value of the land. The Cost Approach is most appropriate when improvements under appraisal are relatively new (and therefore with a minimum amount of physical depreciation). As at June 30, 2025 and 2024, the fair value of the buildings and improvements amounted to ₱21.9 million.

The highest and best use of the Quezon City properties is high rise mixed-use residential and commercial land development. The highest and best use of Davao property is institutional land development.



8. Property and Equipment

2025						
	Office Equipment	Leasehold Improvements	Furniture and Fixtures	Right-of-use Asset - Transportation Equipment	Right-of-use Asset - Building	Total
Cost						
Balance at beginning of year	₱1,208,866	₱18,176,980	₱302,731	₱3,085,561	₱26,578,320	₱49,352,458
Additions	75,888	—	—	1,815,451	—	1,891,339
Balance at end of year	1,284,754	18,176,980	302,731	4,901,012	26,578,320	51,243,797
Accumulated Depreciation and Amortization						
Balance at beginning of year	1,085,562	18,176,980	302,731	2,480,110	15,382,988	37,428,371
Depreciation and amortization	128,299	—	—	462,053	3,402,499	3,992,851
Balance at end of year	1,213,861	18,176,980	302,731	2,942,163	18,785,487	41,421,222
Net Book Value	₱70,893	₱—	₱—	₱1,958,849	₱7,792,833	₱9,822,575

2024						
	Office Equipment	Leasehold Improvements	Furniture and Fixtures	Right-of-use Asset - Transportation Equipment	Right-of-use Asset - Building	Total
Cost						
Balance at beginning of year	₱1,103,871	₱18,176,980	₱302,731	₱3,085,561	₱26,578,320	₱49,247,463
Additions	104,995	—	—	—	—	104,995
Balance at end of year	1,208,866	18,176,980	302,731	3,085,561	26,578,320	49,352,458
Accumulated Depreciation and Amortization						
Balance at beginning of year	938,385	18,176,980	302,731	1,594,019	11,980,489	32,992,604
Depreciation and amortization	147,177	—	—	886,091	3,402,499	4,435,767
Balance at end of year	1,085,562	18,176,980	302,731	2,480,110	15,382,988	37,428,371
Net Book Value	₱123,304	₱—	₱—	₱605,451	₱11,195,332	₱11,924,087

9. Other Noncurrent Assets

	2025	2024
Creditable withholding taxes - net of current portion	₱22,613,470	₱20,190,970
Refundable deposits	597,782	597,782
Equity instruments at FVOCI	569,525	643,395
Others*	3,883,562	225,562
	₱27,664,339	₱21,657,709

* Balance as at June 30, 2025 includes advances related to future asset acquisition amounting to ₱3.9 million.

The movement in the balance of equity instruments at FVOCI follows:

	2025	2024
Balance at beginning of year	₱643,395	₱560,395
Fair value change	(73,870)	83,000
Balance at end of year	₱569,525	₱643,395



The rollforward analysis of the “Fair value change in equity instruments at FVOCI” account as shown in the equity section of the parent company statements of financial position is as follows:

	2025	2024
Balance at beginning of year	₱278,928	₱195,928
Fair value change recognized in other comprehensive income	(73,870)	83,000
Balance at end of year	₱205,058	₱278,928

10. Accounts Payable and Other Current Liabilities

	2025	2024
Payable to AHC (see Notes 6 and 11)	₱63,778,000	₱63,778,000
Nontrade payable (see Note 6)	17,000,000	17,000,000
Accrued expenses	3,440,270	3,383,699
Others	867,954	824,406
	₱85,086,224	₱84,986,105

Nontrade payable pertains to a contingent consideration in relation to the acquisition of STI WNU. As at June 30, 2025 and 2024, the remaining balance of nontrade payable amounting to ₱17.0 million pertains to the portion of the contingent consideration to be released upon collection of STI WNU’s trade receivables guaranteed as collectible by the Agustin family. As part of the Compromise Agreement between the Company and the Agustin Family executed in 2021, the parties also agreed to review the financial records of STI WNU to determine the status of collection (see Note 16). As at October 13, 2025, STI WNU has not been able to collect the said receivables from students and no feedback has been received from the Agustin Family.

Payable to AHC pertains to the remaining balance of the consideration relative to the assignment of AHC’s receivable from Unlad on March 1, 2016 (see Note 6).

Accrued expenses primarily pertain to accruals for professional fees, contracted outside services, directors’ fees, and utilities, which are normally settled the following month.

Accounts payable are noninterest-bearing and are normally settled within a 30 to 60-day term.

11. Related Party Transactions

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or under common control with the Company, including holding companies, and fellow subsidiaries are related entities of the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company and close members of the family of these individuals and companies associated with these individuals also constitute related entities.

Related party receivables and payables are generally settled in cash.



The Company, in the normal course of business, has the following transactions with related parties:

Category	Amount of Transactions for the Year		Outstanding Receivable (Payable)		Terms	Conditions
	2025	2024	2025	2024		
Subsidiaries						
STI ESG						
Advisory fee	₱14,400,000	₱14,400,000	₱—	₱—	30 days upon receipt of billings; noninterest-bearing	Unsecured
Reimbursements	16,425	13,756	—	—	30 days upon receipt of billings; noninterest-bearing	Unsecured
Dividend income (see Note 6)	456,093,458	608,124,607	—	—	Due and demandable; noninterest-bearing	Unsecured
Dividend paid	21,484,480	15,012,987	—	—	Due and demandable; noninterest-bearing	Unsecured
STI WNU						
Advisory fee	3,600,000	3,600,000	—	—	30 days upon receipt of billings; noninterest-bearing	Unsecured
Dividend income (see Note 6)	—	75,237,575	—	—	Due and demandable; noninterest-bearing	Unsecured
iACADEMY						
Advisory fee	510,000	510,000	—	—	30 days upon receipt of billings; noninterest-bearing	Unsecured
STI College Novaliches, Inc. Deposit for future stock subscription	—	75,000,000	—	75,000,000	Noninterest-bearing converted to equity upon approval of the increase in authorized capital stock of STI Novaliches	Unsecured; no impairment
AHC						
Payable to AHC (see Note 10)	—	—	(63,778,000)	(63,778,000)	Payable upon demand; noninterest-bearing	Unsecured
Subscription payable (see Note 6)	—	—	(64,000,000)	(64,000,000)	Noninterest-bearing	Unsecured
Affiliates*						
Phils First Insurance Co., Inc. (PFIC)						
Rental and other charges	5,244,422	4,994,661	—	—	30 days upon receipt of billings; noninterest-bearing	Unsecured
Philippines First Condominium Corporation						
Utilities and other charges	431,948	377,785	—	(1,576)	30 days upon receipt of billings; noninterest-bearing	Unsecured
Philhealthcare, Inc.						
Facility sharing and other charges	240,000	240,000	—	—	30 days upon receipt of billings; noninterest-bearing	Unsecured
HMO coverage	147,514	186,121	—	—	30 days upon receipt of billings; noninterest-bearing	Unsecured
Philippine Life Financial Assurance Corporation						
Facility sharing and other charges	300,000	300,000	—	—	30 days upon receipt of billings; noninterest-bearing	Unsecured
Officers and Employees						
Advances to officers and employees (see Note 5)	2,981,276	2,765,113	197,835	149,215	Liquidated within 1 month; noninterest-bearing	Unsecured; no impairment
Others						
Facility sharing and other charges	300,000	300,000	—	—	30 days upon receipt of billings; noninterest-bearing	Unsecured
Advertising and promotion charges	440,000	430,000	—	—	30 days upon receipt of billings; noninterest-bearing	Unsecured
			(₱127,580,165)	(₱52,630,361)		

*Affiliates are entities under common control of a majority shareholder



a. Business Advisory Agreement with STI ESG, STI WNU and iACADEMY

In November 2012, the Company and STI ESG entered into an agreement for the Company to act as an adviser for the latter with a monthly fee of ₱1.2 million.

In January 2015, the Company and STI WNU entered into an agreement for the Company to act as an adviser for the latter with a monthly fee of ₱0.3 million.

In September 2018, the Company and iACADEMY entered into an agreement for the Company to act as an adviser for the latter with a monthly fee of ₱0.08 million. The monthly fee was reduced to ₱0.04 million starting December 1, 2020.

Advisory fees earned for the years ended June 30, 2025 and 2024 amounted to ₱18.5 million a year.

b. On October 11, 2024, the BOD of STI WNU authorized the declaration of stock dividends equivalent to 2,000,000 common shares with an aggregate par value of ₱200.0 million to be taken from the unissued portion of STI WNU's authorized capital stock. On May 19, 2025, STI WNU issued to the Company 1,997,178 common shares out of 2,000,000 common shares as a result of the stock dividend declaration (see Note 6).

c. On June 4, 2024, the Company paid a deposit amounting to ₱75.0 million for future subscription to 75.0 million shares of STI College Novaliches, Inc. at a subscription price of ₱1.0 per share. On July 15, 2024, STI College Novaliches, Inc. applied for an increase in authorized capital stock with the SEC. As at June 30, 2024, the deposit was separately presented under noncurrent assets section in the 2024 parent company statement of financial position, pending the approval of the increase in authorized capital stock of STI College Novaliches, Inc. On January 27, 2025, the SEC approved STI College Novaliches, Inc.'s application to increase its authorized capital stock. As a result, STI College Novaliches Inc. became a direct subsidiary of STI Holdings, with 93.75% ownership (see Note 6).

d. Compensation and Benefits of Key Management Personnel

The Company's directors did not receive any compensation from the Company, except for directors' fees paid for each board meeting attended. Key management compensation for the years ended June 30, 2025 and 2024 amounted to ₱5.7 million and ₱6.0 million, respectively.

e. Material Related Party Transactions Policy

The BOD shall approve all material related party transactions before their commencement. Transactions amounting to the materiality threshold of ten percent (10.0%) or more of the consolidated total assets that have been entered into with an unrelated party that subsequently becomes a related party are excluded from the limits and approval process requirements. The Company may set a lower threshold upon determination by the BOD of the risk of the related party transactions to cause damage to the Company and its stockholders.



12. Equity

a. Common Stock

Details as at June 30, 2025 and 2024 are as follows:

	Shares	Amount
Common stock - ₱0.50 par value per share		
Authorized	10,000,000,000	₱5,000,000,000
Issued and outstanding	9,904,806,924	4,952,403,462

Set out below is the Company's track record of registration of its securities:

Date of Approval	Number of Shares		Issue/ Offer Price
	Authorized	Issued	
December 4, 2007*	1,103,000,000	307,182,211	₱0.50
November 25, 2011**	1,103,000,000	795,817,789	0.60
September 28, 2012***	10,000,000,000	5,901,806,924	2.22
November 7, 2012	10,000,000,000	2,627,000,000	0.90
November 28, 2012	10,000,000,000	273,000,000	0.90

*Date when the registration statement covering such securities was rendered effective by the SEC.

**Date when the Company filed SEC form 10-1(k) (Notice of Exempt Transaction) with the SEC in accordance with the Securities Regulation Code and its Implementing Rules and Regulations.

***Date when the SEC approved the increase in authorized capital stock.

As at June 30, 2025 and 2024, the Company has a total number of shareholders on record of 1,258 and 1,264, respectively.

b. Retained Earnings

On December 18, 2024, cash dividends amounting to ₱0.045 per share or the aggregate amount of ₱445.7 million were declared by the Company's BOD in favor of all stockholders of record as at January 9, 2025. Said cash dividends were paid on January 31, 2025.

On December 21, 2023, cash dividends amounting to ₱0.030 per share or the aggregate amount of ₱297.1 million were declared by the Company's BOD in favor of all stockholders of record as at January 10, 2024. Said cash dividends were paid on January 31, 2024.

As at June 30, 2025 and 2024, unclaimed dividends amounted to ₱12.3 million and ₱12.2 million, respectively. This is separately presented as "Dividends payable" in the parent company statements of financial position.

The Company's retained earnings available for dividend declaration, computed based on the guidelines provided in the SEC Memorandum Circular No. 16 of 2023, amounted to ₱2,054.3 million and ₱2,048.5 million as at June 30, 2025 and 2024, respectively.



13. Basic/Diluted Earnings Per Share

The table below shows the summary of net income and weighted average number of common shares outstanding used in the calculation of earnings per share:

	2025	2024
Net income (a)	₱452,078,695	₱679,283,697
Common shares at beginning and end of year (b)	9,904,806,924	9,904,806,924
Basic/diluted earnings per share (a)/(b)	₱0.05	₱0.07

The basic and diluted earnings per share are the same for the years ended June 30, 2025 and 2024 as there are no dilutive potential common shares.

14. Leases

The Company leases a building space where the corporate office is located. The lease rate is subject to annual repricing based on a pre-agreed rate.

On October 14, 2017, the Company and PFIC entered into an agreement for the lease of office space in Ayala Avenue, Makati City. The term of the lease is five (5) years starting October 2017, renewable upon joint agreement of the parties, with a monthly rental of ₱299,190. The annual rental shall be subject to a 5.0% escalation every year starting on the second year of the lease term. Under the terms of the lease agreement, the Company is required to make a refundable deposit of ₱0.6 million equivalent to two (2) months' rent. The lease agreement was renewed for another five (5) years starting October 2022 with a monthly rental of ₱314,147 under the same terms and conditions as the original contract.

Certain transportation equipment were acquired under lease agreements with varying terms for a period of three (3) years.

The following are the amounts recognized in the parent company statements of comprehensive income for the years ended June 30, 2025 and 2024:

	2025	2024
Depreciation expense of right-of-use assets included in property and equipment	₱3,864,552	₱4,288,590
Interest expense on lease liabilities	926,799	1,203,793
	₱4,791,351	₱5,492,383

The rollforward analysis of lease liabilities for the years ended June 30, 2025 and 2024 follows:

	2025	2024
Balance at beginning of year	₱12,937,125	₱16,397,611
Additions	1,447,452	—
Interest expense	926,799	1,203,793
Payments	(4,502,341)	(4,664,279)
Balance at end of year	10,809,035	12,937,125
Less current portion	4,248,845	3,365,427
Noncurrent portion	₱6,560,190	₱9,571,698



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

	2025	2024
Within one year	₱5,012,709	₱4,502,341
After one year but not more than five years	7,026,080	10,282,181
	₱12,038,789	₱14,784,522

15. Income Taxes

Corporate Recovery and Tax Incentives for Enterprises (CREATE) Act. On June 20, 2023, the Bureau of Internal Revenue issued Revenue Memorandum Circular (RMC) No. 69-2023 reverting the Minimum Corporate Income Tax (MCIT) rate to 2.0% of gross income effective July 1, 2023 pursuant to Republic Act (RA) No. 11534, otherwise known as the “Corporate Recovery and Tax Incentives for Enterprises (CREATE)” Act. MCIT rate was previously reduced from 2.0% to 1.0% effective July 1, 2020 to June 30, 2023 upon the effectivity of CREATE Act in 2021.

Consequently, the Company recognized MCIT using the effective rate of 2.0% starting taxable year 2024 in accordance with RMC 69-2023.

The provision for current income tax for the years ended June 30, 2025 and 2024 represent MCIT.

The reconciliation between the provision for income tax at the applicable statutory tax rate and the benefit from income tax as shown in the parent company statements of comprehensive income follows:

	2025	2024
Provision for income tax at statutory tax rate	₱112,988,355	₱169,649,638
Add (deduct) tax effects of:		
Dividend income	(114,025,025)	(170,840,546)
Change in unrecognized deferred tax assets	2,877,844	3,019,459
Nondeductible expense	1,925,950	–
Expired NOLCO and MCIT	300,572	196,696
Income subjected to final tax	(4,192,971)	(2,710,394)
	(₱125,275)	(₱685,147)

As at June 30, 2025 and 2024, the Company’s deferred tax liability on right-of-use assets amounted to ₱2.4 million and ₱3.0 million, respectively.

Deferred tax assets for the following temporary differences and carryforward benefits of unused tax losses and unused tax credits have not been recognized as management believes that future taxable income will not be available to allow all or part of these deferred tax assets to be utilized since the Company’s income mainly pertains to passive income which are not subject to income tax:

	2025	2024
NOLCO	₱69,438,884	₱56,573,347
Lease liabilities	10,809,035	12,937,125
MCIT	967,500	774,018
	₱81,215,419	₱70,284,490



On September 30, 2020, the BIR issued Revenue Regulations (RR) No. 25-2020 implementing Section 4(b) of “Bayanihan to Recover as One Act” which states that the NOLCO incurred for taxable years 2020 and 2021 can be carried over and claimed as a deduction from gross income for the next five (5) consecutive taxable years immediately following the year of such loss.

The details of the Company’s NOLCO that can be claimed as deduction from regular taxable income and MCIT which can be claimed against future regular income tax due are as follows:

Year Incurred	Expiry Date	NOLCO	MCIT
2025	2028	₱13,293,753	₱387,000
2024	2027	14,777,102	387,000
2023	2026	10,281,490	193,500
2022	2027	16,800,050	—
2022	2025	—	193,518
2021	2026	14,286,489	—
2020	2025	428,216	—
		₱69,867,100	1,161,018
Less expired		428,216	193,518
		₱69,438,884	₱967,500

16. Contingencies

- a. *Agreements with PWU and Unlad.* On various dates in 2011, 2012 and 2013, the Company and AHC extended loans and advances to PWU and Unlad by virtue of several agreements (collectively, Loan Documents), which were secured by mortgages over PWU and Unlad properties, entered into among the Company, AHC, PWU and Unlad, in the total principal amount of ₱513.0 million. Upon the non-adherence to the terms and conditions stated in the agreements, the Company and AHC served notices of default to PWU and Unlad in December 2014, and demanded the payment of the total combined amount of approximately ₱926.0 million, inclusive of interests, penalties, fees and taxes.

Upon failure to pay the aforesaid loan, the Company and AHC enforced their rights under the aforesaid agreements and mortgages and filed several Petitions for Extra-Judicial Foreclosure of Real Estate Mortgage on (a) PWU’s Indiana and Taft Properties with the Office of the Clerk of Court and Ex-Officio Sheriff of the Regional Trial Court (RTC) of Manila, (b) Unlad’s properties in Quezon City and (c) Davao Property with the Office of the Clerk of Court and Ex-Officio Sheriff of the RTC of Quezon City and Davao, respectively, in February 2015.

On March 13, 2015, Dr. Helena Z. Benitez (HQB) filed a Creditor-Initiated Petition for Rehabilitation of PWU (PWU Rehabilitation Case) in RTC Manila (Rehabilitation Court). The Rehabilitation Case was dismissed by the Rehabilitation Court. The Motion for Reconsideration and responsive pleadings thereto subsequently filed by HQB and PWU were likewise denied by the Rehabilitation Court on January 21, 2016.

Extra-judicial foreclosure sales were conducted in various dates in 2015 and 2016 for the above-mentioned properties and the Company was declared as the winning bidder for all extra-judicial foreclosure sales held.



On March 1, 2016, the Company and AHC executed a Deed of Assignment wherein AHC assigned its loan to Unlad, including capitalized foreclosure expenses, amounting to ₱66.7 million for a cash consideration of ₱73.8 million. The Deed of Assignment provides that the cash consideration will be payable in cash of ₱10.0 million upon execution of the Deed of Assignment and the remaining balance of ₱63.8 million upon demand. Accordingly, AHC recognized a receivable from the Company amounting to ₱63.8 million. Further, all the rights related to the receivable from Unlad were transferred to the Company.

On March 22, 2016, the Company, PWU, Unlad, and HZB entered into a MOA for the extinguishment and settlement of the outstanding obligations of PWU and Unlad to the Company.

The MOA included, among others, the execution of the following on March 31, 2016:

- Deed of Dacion en pago of Quezon City Properties and Davao Property (collectively referred to as the Deeds) in favor of the Company.
- Release and cancellation of mortgages over the Manila Properties to be executed by the Company.

The MOA also provided that the Company would be committed to fund and advance all taxes, expenses and fees to the extent of ₱150.0 million in order to obtain the CAR and the issuance of new Transfer Certificates of Title (TCTs) and tax declarations (TDs) in favor of the Company. In the event that such expenses are less than ₱150.0 million, the excess would be given to Unlad. However, if the ₱150.0 million would be insufficient to cover the expenses, the Company would provide the deficiency without any right to reimbursement from Unlad.

Consequently, the Company recognized the Quezon City properties and Davao property as “Investment properties”. On June 24, 2021, the Company’s BOD approved the sale of the Quezon City dacion properties to a potential buyer and reclassified these as noncurrent asset held for sale as these properties have not been used in business since its conveyance to the Company. The Davao property remained as “Investment property.” In the BOD meeting held on October 13, 2025, the BOD approved the reclassification of the Quezon City properties back to “Investment properties” in the parent company statement of financial position as at June 30, 2025 (see Note 7).

Relative to the above, the following cases have been filed:

(i). *Arbitration Case and Derivative Suit filed by Mr. Conrado Benitez II.*

1. Mr. Conrado L. Benitez II (the Claimant) filed on June 28, 2016 a Request for Arbitration, with the Philippine Dispute Resolution Center, Inc. (PDRCI), for and on behalf of PWU and Unlad, wherein he requested that the directors/trustees and stockholders/members of Unlad and PWU, Mr. Eusebio H. Tanco (EHT), the Company, Mr. Alfredo Abelardo B. Benitez (ABB) and AHC (collectively, the Respondents) submit the alleged dispute over the settlement of the loan obligations of PWU and Unlad as provided in the arbitration clause of the Joint Venture Agreement and Omnibus Agreement (the Loan Documents).

In the said Arbitration Case, the Claimant asserted that PWU and Unlad are not in default in their obligations under the Loan Documents. The obligations provided therein, specifically obtaining a tax-free ruling for Property for Share Swap Transaction from the Bureau of Internal Revenue, is an impossible condition. Consequently, the foreclosures on the securities of the Loan Documents, real properties of PWU and Unlad, were null and void because (a) failure to submit the case for arbitration and (b) PWU and Unlad are not in default. Based on such circumstances, the Claimant sought, among others, the (a) renegotiation, or (b) rescission of the Loan Documents. Should the Loan Documents be



rescinded, the Claimant also sought that PWU and Unlad shall be allowed twelve months to sell the Davao and Quezon City Properties to return the alleged investments made by the Company, EHT, ABB and AHC. Lastly, the Claimant sought the payment of attorney's fees of not less than ₱5.0 million, ₱0.5 million of which is for expenses and reimbursement of cost of suit, expenses, and other fees.

After receiving the Notice of Arbitration and being informed that the required fees have not been paid by the Claimant, the Company, AHC, and EHT filed an Entry of Appearance with Manifestation ("Manifestation"). In the Manifestation, they informed the PDRCI that the Claimant should be compelled to pay said fees before the arbitration proceedings can proceed.

The PDRCI issued a *Notice* dated August 26, 2016, which informed the parties to the instant case that the proceedings are suspended until the Claimant settles the outstanding provisional advance on cost for filing the instant case.

The Company sent a letter dated July 2, 2020 addressed to the Office of the Secretariat-General of PDRCI. In the said letter, the Company informed the PDRCI about the death of the Claimant. The Company also moved for the PDRCI to dismiss and/or consider the case withdrawn due to the non-payment of the provisional advance on cost for more than three (3) years.

As at October 13, 2025, the PDRCI has not issued any response to said letter.

2. After filing the Request for Arbitration, Mr. Conrado L. Benitez II (the Petitioner) then filed on June 28, 2016 a derivative suit for himself and on behalf of Unlad and PWU against directors/trustees and stockholders/members of Unlad and PWU, EHT, the Company, ABB and AHC (collectively, the Defendants) docketed as Civil Case No. 16-136130 in the RTC of Manila (the Derivative Suit).

In the Derivative Suit, the Petitioner primarily asserts that the Company, EHT, ABB and AHC should submit themselves to the arbitration proceedings filed with the PDRCI because the Loan Documents required any alleged dispute over the same to be resolved through arbitration. Consequently, the Petitioner alleges that the foreclosure proceedings and settlement of the obligations of PWU and Unlad as evidenced by the MOA dated March 22, 2016 executed by PWU and Unlad with the Company and AHC are null and void for not complying with the aforesaid arbitration clause. Likewise, the Petitioner sought the payment of attorney's fees not less than ₱1.0 million and ₱0.1 million for expenses and cost of suit.

On July 26, 2016, the Company and AHC filed their Joint Answer with Compulsory Counterclaim (Joint Answer). In the Joint Answer, the Company and AHC asserted that the instant case is a mere harassment and nuisance suit, and a deliberate form of forum shopping when the Petitioner filed the Arbitration Case for the same purpose. Likewise, the Petitioner cannot compel the corporations to submit themselves to arbitration because (a) the parties to the Loan Documents have already settled any disputes, and (b) the said corporations are not stockholders and members of PWU and Unlad. Lastly, the relevant laws allow the Company and AHC to institute foreclosure proceedings even if there is an arbitration clause.

Simultaneously, EHT filed his Answer wherein he asserted that the Petitioner cannot compel him to submit himself to arbitration when he is not a party to the Loan Documents.



Meanwhile, the other co-defendants, namely (a) ABB, and (b) Dr. Jose Francisco and Marco Benitez, filed their respective Answer(s) to the Complaint.

After the termination of Court-Annexed Mediation, the Petitioner manifested that the Trial Court should proceed to resolve the case based on the pleadings and affidavits already filed by the parties in accordance with Interim Rules Governing Intra-Corporate Controversies.

The Trial Court issued an Order dated June 23, 2017 requiring the parties to file their respective Memoranda within twenty (20) days from receipt thereof in order for the Trial Court to proceed to render judgment, full or otherwise, based on all of the pleadings and evidence submitted by the parties in relation and pursuant to Rule 4, Section 4 of the Interim Rules of Procedure Governing Intra-Corporate Controversies under RA No. 8799 (“Interim Rules”). All of the parties filed their respective Memoranda on July 25, 2017.

On February 9, 2018, the Company received the Decision dated January 19, 2018, which dismissed the case. In the Decision, the Trial Court deemed that Petitioner failed to establish fraud or bad faith on the part of the Defendants. Consequently, the Trial Court cannot contravene in the agreement among the Company, Unlad, PWU and AHC to amicably settle the outstanding obligations of PWU and Unlad to AHC and the Company.

On February 28, 2018, the Company, AHC and EHT received the Plaintiffs’ Petition for Review of the aforesaid Decision filed with the Court of Appeals – Manila and docketed as C.A. G.R. No. 154654.

While the said Petition for Review is pending, the Company discovered that the Petitioner was able to cause the annotation of *lis pendens* on the titles of the three (3) Quezon City properties subject of the amicable settlement with PWU and Unlad.

Consequently, the Company filed a Motion to Cancel *Lis Pendens* with the Court of Appeals where the case was pending. In the Motion, the Company sought for the cancellation of the said *lis pendens* due to impropriety and/or invalidity of the same.

The Court of Appeals issued a *Resolution* requiring all of the parties to file their respective Memoranda. On May 9, 2019, the Company, AHC and EHT filed their Joint-Memorandum.

While the appeal of the Petitioner is pending, the Company filed a Manifestation and Motion dated July 29, 2020. In the said Manifestation and Motion, the Company informed the Court of Appeals about the death of the Petitioner on March 28, 2020. Consequently, the Company moved for the resolution and dismissal of the said appeal.

The Petitioner’s counsel filed a Notice and Motion dated August 14, 2020, which also informed the Court of Appeals about the death of the Petitioner. Consequently, said counsel moved that the Petitioner be substituted by his wife and children.

In response thereto, the Company filed its Comment/Opposition dated August 24, 2020. In the Comment/Opposition, the Company argued that the Petitioner cannot be substituted because he can only be substituted by a member of PWU and stockholder of Unlad. The wife and children of the Petitioner cannot be members of PWU because membership in PWU is non-transferable.

In the Resolution dated October 28, 2021, the Court of Appeals granted the Motion for Substitution.



In the Resolution dated February 11, 2022, the Court of Appeals dismissed the Petition filed by the Plaintiffs. The Court of Appeals also granted the Motion to Cancel the Lis Pendens annotated on the Quezon City Properties.

On March 23, 2022, the Company received the Motion for Reconsideration filed by the Heirs of Plaintiff Conrado Benitez II on the aforesaid Resolution dated February 11, 2022.

After the Company filed its Comment/Opposition, the Court of Appeals denied the Motion for Reconsideration in its Resolution dated January 7, 2025.

Under the relevant rules, the Heirs of Plaintiff Conrado Benitez II may file a Petition for Review on Certiorari or ask an extension to file said Petition with the Supreme Court within fifteen (15) days from their receipt of the Resolution dated January 7, 2025.

On September 10, 2025, the Court of Appeals issued a Resolution wherein it provided that the copy of the Resolution dated January 7, 2025 addressed to the counsel of the Heirs of Plaintiff Conrado Benitez II bore the notation of "Return to Sender." It appeared that the said counsel was no longer holding office at the counsel's address on record. Consequently, the Court of Appeals resent a copy of the said Resolution to the address of record of Mr. Conrado Benitez II.

As at October 13, 2025, the Company has not received any Motion for Extension or Petition for Review on Certiorari.

- b. *Specific Performance Case filed by the Agustin family.* The Agustin family filed a Specific Performance case against the Company for the payment by the latter of the remaining balance of the purchase price for the sale of the Agustin family's shares in STI WNU.

The Agustin family alleged in their Complaint that based on the Share Purchase Agreement and Deed of Absolute Sale they executed with the Company, the price of their shares in STI WNU has been pegged at ₱400.0 million. Despite these two agreements, the Company refuses to pay the full purchase price for the STI WNU shares they acquired from the Agustin family.

In its Answer, the Company stated that the Agustin family is not entitled to the full purchase price of their STI WNU shares because they have not complied with all the requirements for its release. In particular, the Agustin family has not been able to deliver the Commission on Higher Education permits for the operation of STI WNU's Maritime Program as provided in the MOA, and the Share Purchase Agreement. In addition, there are other trade receivables in favor of STI WNU wherein full satisfaction of the same entitles the Agustin family to a portion of the balance of the purchase price.

In order to expedite the proceedings, the Agustin family was able to submit the case for summary judgment by the Trial Court. Despite the opposition thereto, the Trial Court rendered its Decision dated April 4, 2018 (the "*Summary Judgment*"). In the *Summary Judgment*, the Trial Court ordered the Company to pay the Agustin family the amount of ₱50.0 million with legal interest from the filing of the case until full payment only.

On September 11, 2018, the Company filed and paid the corresponding docket fees for its Notice of Appeal Ex Abudanti Ad Cautelam (Notice of Appeal) on the said Summary Judgment.

Upon motion by the Agustin family, the Trial Court granted their Motion for Execution Pending Appeal dated September 5, 2018.



While the record of the case was still with the Trial Court, the Company immediately filed the Urgent Motion for Reconsideration with alternative prayer for Motion to Stay Discretionary Execution Pending Appeal dated December 14, 2018.

After due hearing by the Trial Court on the Motion(s), the Trial Court (a) denied the Urgent Motion for Reconsideration but (b) granted the Motion to Stay Discretionary Execution Pending Appeal upon posting of a supersedeas bond amounting to ₱100.0 million (the “Stay Order”).

After the Agustin family filed a Motion for Reconsideration on the Stay Order, the Trial Court denied the same in its Order dated March 14, 2019.

Both parties sought their respective remedies before the Court of Appeals - Cebu to question (a) the Summary Judgment against the Company (CA G.R. CV No. 07140) and (b) the Stay Order against the execution of the Summary Judgment in favor of the Agustin family (CA G.R. CV No. 12663) (collectively, the “CA Cases”).

While the aforesaid CA Cases were pending, the parties decided to amicably settle and terminate said cases by executing in counterparts the Compromise Agreement dated September 6, 2021, and September 10, 2021 and filing a *Joint Motion for Judgment Based on Compromise Agreement* dated September 20, 2021. In the Compromise Agreement, the Company agreed to pay the Agustin family the amount of ₱25.0 million as final and full settlement of the latter’s claim against the former in the aforementioned cases (see Note 10).

In addition, the parties agreed to review the financial records of STI WNU to determine the status of the Agustin family guarantee on the collectability of the trade receivables, and the release, if any, of the ₱27.3 million to the Agustin family as provided in the *Share Purchase Agreement*.

Considering the aforesaid settlement and the Amended Decision, all cases and issues related thereto are deemed terminated.

17. Financial Risk Management Objectives and Policies

The Company’s principal financial instruments are cash and cash equivalents. The main purpose of these financial assets is to support the Company’s operations. The Company has various other financial assets and liabilities such as refundable deposits, equity instruments at FVOCI, accounts payable and other current liabilities, dividends payable, subscription payable and lease liabilities which arise directly from its operations.

The main risks arising from the Company’s financial instruments are credit risk and liquidity risk. The Company’s BOD reviews and approves policies for managing each of these risks and they are summarized below.

Credit Risk. Credit risk is the risk that the Company will incur a loss arising from its debtors or counterparties that fail to discharge their contractual obligations. Credit risk arises from deposits and short-term placements with banks as well as credit exposure on receivables from its debtors. Cash transactions are limited to high credit quality financial institutions. Cash in banks are maintained with universal banks. On the other hand, management believes that the debtors have a strong financial position and ability to settle their payables to the Company upon maturity.

With respect to credit risk arising from cash and cash equivalents, the exposure to credit risk arises from default of the counterparty, with a maximum exposure to the carrying amount of these financial instruments.



The table below shows the maximum exposure to credit risk for the components of the parent company statements of financial position as at June 30, 2025 and 2024:

	Gross Maximum Exposure		Net Maximum Exposure	
	2025	2024	2025	2024
Cash and cash equivalents*	₱405,722,553	₱397,060,701	₱402,722,553	₱395,560,701
Refundable deposits**	815,718	1,017,662	815,718	1,017,662
Total	₱406,538,271	₱398,078,363	₱403,538,271	₱396,578,363

*Net financial assets after taking into account insurance on bank deposits.

**Presented as "Others" under "Other current assets" and "Refundable deposits" under "Other noncurrent assets" accounts (see Notes 5 and 9).

Liquidity Risk. Liquidity risk arises from the possibility that the Company may encounter difficulties in raising funds to meet its currently maturing commitments. The Company observes prudent liquidity risk management through the maintenance of sufficient cash funds and short-term cash placements, and availability of funding in the form of adequate credit lines.

The tables below summarize the maturity profile of the Company's financial assets held for liquidity purposes and liabilities based on contractual undiscounted payments:

	2025			Total
	Due within 3 Months	Due from 3 to 6 Months	More than 6 Months	
Financial assets:				
Cash and cash equivalents	₱405,722,553	₱—	₱—	₱405,722,553
Refundable deposits	—	217,936	597,782	815,718
Equity instruments at FVOCI	—	—	569,525	569,525
	₱405,722,553	₱217,936	₱1,167,307	₱407,107,796
Financial liabilities:				
Nontrade payable	₱17,000,000	₱—	₱—	₱17,000,000
Payable to AHC	63,778,000	—	—	63,778,000
Accrued expense	3,440,270	—	—	3,440,270
Others*	749,021	—	—	749,021
Dividends payable	12,297,583	—	—	12,297,583
Subscription payable	—	—	64,000,000	64,000,000
Lease liabilities**	1,278,283	1,259,672	9,500,834	12,038,789
	₱98,543,157	₱1,259,672	₱73,500,834	₱173,303,663

*Presented as "Others" under "Accounts payable and other current liabilities" excluding taxes payable amounting to ₱0.01 million as at June 30, 2025.

**Pertains to undiscounted lease payments

	2024			Total
	Due within 3 Months	Due from 3 to 6 Months	More than 6 Months	
Financial assets:				
Cash and cash equivalents	₱397,060,701	₱—	₱—	₱397,060,701
Refundable deposits	—	419,880	597,782	1,017,662
Equity instruments at FVOCI	—	—	643,395	643,395
	₱397,060,701	₱419,880	₱1,241,177	₱398,721,758
Financial liabilities:				
Nontrade payable	₱17,000,000	₱—	₱—	₱17,000,000
Payable to AHC	63,778,000	—	—	63,778,000
Accrued expense	3,383,699	—	—	3,383,699
Others*	667,593	—	—	667,593
Dividends payable	12,232,488	—	—	12,232,488
Subscription payable	—	—	64,000,000	64,000,000
Lease liabilities**	1,114,888	1,123,654	12,545,980	14,784,522
	₱98,176,668	₱1,123,654	₱76,545,980	₱175,846,302

*Presented as "Others" under "Accounts payable and other current liabilities" excluding taxes payable amounting to ₱0.16 million as at June 30, 2024.

**Pertains to undiscounted lease payments



As at June 30, 2025 and 2024, the Company's current ratios are as follows:

	2025	2024
Current assets	₱407,269,209	₱1,420,385,228
Current liabilities	101,632,652	100,584,020
Current ratio	4.01:1.00	14.12:1.00

Capital Risk Management

The Company aims to achieve an optimal capital structure in pursuit of its business objectives which include maintaining healthy capital ratios and strong credit ratings and maximizing shareholder value.

The Company monitors capital on the basis of the debt-to-equity ratio which is calculated as total debt divided by total equity. The Company includes all liabilities within debt. The Company defines total equity as common stock, additional paid-in capital, fair value change in equity instruments at FVOCI and retained earnings.

As at June 30, 2025 and 2024, the Company's debt-to-equity ratios are as follows:

	2025	2024
Total liabilities	₱174,630,763	₱177,105,914
Total equity	18,446,131,995	18,439,843,482
Debt-to-equity ratio	0.01:1.00	0.01:1.00

Another approach used by the Company is the asset-to-equity ratios shown below:

	2025	2024
Total assets	₱18,620,762,758	₱18,616,949,396
Total equity	18,446,131,995	18,439,843,482
Asset-to-equity ratio	1.01:1.00	1.01:1.00

There were no changes in the Company's approach to capital risk management for the years ended June 30, 2025 and 2024.

18. Note to Parent Company Statements of Cash Flows

The Company has no material noncash investing and financing activities for the year ended June 30, 2025 and 2024, except for the addition to right-of-use asset and lease liabilities amounting to ₱1.5 million for the year ended June 30, 2025.

The changes in the Company's liabilities arising from financing activities follows:

	2025						
	July 1, 2024	Cash Flows	Reclassified as Current	Interest Expense	Dividend Declaration	New Leases	June 30, 2025
Dividends payable	₱12,232,488	(₱445,651,217)	₱-	₱-	₱445,716,312	₱-	₱12,297,583
Current portion of lease liabilities (Note 14)	3,365,427	(4,502,341)	5,385,759	-	-	-	4,248,845
Lease liabilities - net of current portion (Note 14)	9,571,698	-	(5,385,759)	926,799	-	1,447,452	6,560,190
	₱25,169,613	(₱450,153,558)	₱-	₱926,799	₱445,716,312	₱1,447,452	₱23,106,618



	2024						
	July 1, 2023	Cash Flows	Reclassified as Current	Interest Expense	Dividend Declaration	New Leases	June 30, 2024
Dividends payable	₱12,180,959	(₱297,092,679)	₱–	₱–	₱297,144,208	₱–	₱12,232,488
Current portion of lease liabilities (Note 14)	3,056,545	(4,664,279)	4,973,161	–	–	–	3,365,427
Lease liabilities - net of current portion (Note 14)	13,341,066	–	(4,973,161)	1,203,793	–	–	9,571,698
	₱28,578,570	(₱301,756,958)	₱–	₱1,203,793	₱297,144,208	₱–	₱25,169,613

19. Fair Value Information of Financial Instruments

The carrying values of the Company's financial assets and liabilities, except for equity instruments at FVOCI, approximate their fair values as at June 30, 2025 and 2024 due to the short-term nature and/or maturities of these financial instruments.

As at June 30, 2025 and 2024, the Company's equity instruments at FVOCI are measured at fair value based on quoted market prices under Level 1 fair value hierarchy.

For the years ended June 30, 2025 and 2024, there were no transfers among levels 1, 2 and 3 fair value measurements.

There were no financial instruments subject to an enforceable master netting arrangement that were not set-off in the parent company statements of financial position.

20. Segment Information

The Company's identified reportable segments are consistent with the segment information presented in the consolidated financial statements of the Company and its subsidiaries (the Group).

For management purposes, the Group is organized into business units based on the geographical location of the students and assets, and has five reportable segments as follows:

- a. Metro Manila
- b. Northern Luzon
- c. Southern Luzon
- d. Visayas
- e. Mindanao

Management monitors operating results of its business segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured consistently with profit and loss in the consolidated financial statements.

On a consolidated basis, the Group's performance is evaluated based on consolidated net income and EBITDA, defined as earnings before interest expense, interest income, provision for (benefit from) income tax, depreciation and amortization, gain on foreign exchange differences, equity in net earnings of associates and joint venture, fair value loss (gain) on equity instruments at FVPL and nonrecurring gains/loss such as gain on termination of lease, gain on early extinguishment of loan and loss on remeasurement of noncurrent asset held for sale. Depreciation and interest expense for purposes of this computation exclude those related to ROU assets and lease liabilities, respectively.



The following table shows the reconciliation of the consolidated net income to consolidated EBITDA for the years ended June 30, 2025 and 2024:

	2025	2024
Consolidated net income	₱2,215,595,863	₱1,608,350,998
Depreciation and amortization ⁽¹⁾	591,006,900	536,371,580
Interest expense ⁽¹⁾	211,983,393	258,635,208
Provision for income tax	235,715,462	165,068,379
Interest income	(57,394,348)	(57,677,714)
Foreign exchange gain - net	5,777,233	(17,257,709)
Equity in net earnings of associates and joint venture	(3,609,544)	(2,009,402)
Fair value loss (gain) on equity instruments at FVPL	(3,363,500)	852,500
Gain on:		
Termination of lease	(53,291,007)	—
Early extinguishment of loan	—	(3,076,465)
Loss on remeasurement of noncurrent asset held for sale	7,703,800	—
Consolidated EBITDA	₱3,150,124,252	₱2,489,257,375

⁽¹⁾Depreciation and interest expense exclude those related to ROU assets (presented under "Property and equipment" and "Investment properties" accounts) and lease liabilities, respectively, in the consolidated financial statements.

Inter-Segment Transactions

Segment revenue, segment expenses and operating results include transfers among geographical segments. The transfers are accounted for at competitive market prices charged to unrelated customers for similar services. Such transfers are eliminated upon consolidation.



Geographical Segment Data

The following tables present revenue and income information and certain assets and liabilities information regarding geographical segments for the years ended June 30, 2025 and 2024:

	2025						
	Metro Manila	Northern Luzon	Southern Luzon	Visayas	Mindanao	Reconciliations/ Adjustments	Total
Revenues							
External revenue	₱2,879,240,368	₱330,860,794	₱1,471,393,016	₱741,503,553	₱136,464,076	(₱5,103,361,709)	₱456,100,098
Results							
Income before other income (expenses) and income tax	1,100,748,503	145,446,016	752,551,547	320,752,381	44,145,155	(1,920,671,468)	442,972,134
Equity in net earnings of associates and joint venture	3,609,544	—	—	—	—	(3,609,544)	—
Interest income	49,405,231	30,414	4,792,903	3,157,780	8,020	(40,622,463)	16,771,885
Interest expense	(231,893,516)	(4,997,974)	(6,655,104)	(928,855)	(2,956,807)	246,505,457	(926,799)
Other income	263,642,803	1,993,792	4,994,855	2,916,711	547,926	(280,959,887)	(6,863,800)
Benefit from (provision for) income tax	(197,131,775)	(3,160,846)	(4,190,200)	(31,232,641)	—	235,840,737	125,275
Net Income	₱988,380,790	₱139,311,402	₱751,494,001	₱294,665,376	₱41,744,294	(₱1,763,517,168)	₱452,078,695
EBITDA							₱3,150,124,252
	2024						
	Metro Manila	Northern Luzon	Southern Luzon	Visayas	Mindanao	Reconciliations/ Adjustments	Total
Revenues							
External revenue	₱2,513,519,589	₱287,297,914	₱1,165,127,321	₱656,552,012	₱77,826,832	(₱4,016,961,486)	₱683,362,182
Results							
Income before other income (expenses) and income tax	790,050,745	110,244,141	588,827,547	269,910,116	21,787,571	(1,112,699,351)	668,120,769
Equity in net earnings of associates and joint venture	2,009,402	—	—	—	—	(2,009,402)	—
Interest income	52,313,851	26,102	3,074,077	2,256,891	6,793	(46,836,140)	10,841,574
Interest expense	(279,429,495)	(3,719,018)	(6,390,653)	(1,313,970)	(2,448,259)	292,097,602	(1,203,793)
Other income	221,397,021	349,570	2,618,648	1,511,745	336,552	(225,373,536)	840,000
Benefit from (provision for) income tax	(132,141,408)	(2,212,353)	(5,150,583)	(25,564,035)	—	165,753,526	685,147
Net Income	₱654,200,116	₱104,688,442	₱582,979,036	₱246,800,747	₱19,682,657	(₱929,067,301)	₱679,283,697
EBITDA							₱2,489,257,375



The following tables present certain assets and liabilities information regarding geographical segments as at June 30, 2025 and 2024:

	2025						
	Metro Manila	Northern Luzon	Southern Luzon	Visayas	Mindanao	Reconciliations/ Adjustments	Total
Assets and Liabilities							
Segment assets ^(a)	₱12,396,640,965	₱705,773,459	₱2,097,123,917	₱1,352,853,550	₱133,381,884	₱1,934,988,983	₱18,620,762,758
Investments in and advances to associates and joint venture	24,718,223	—	—	—	—	(24,718,223)	—
Goodwill	236,629,190	—	—	15,681,232	—	(252,310,422)	—
Deferred tax assets - net	21,531,889	2,873,776	15,428,588	9,894,584	1,727,327	(51,456,164)	—
Total Assets	₱12,679,520,267	₱708,647,235	₱2,112,552,505	₱1,378,429,366	₱135,109,211	₱1,606,504,174	₱18,620,762,758
Segment liabilities ^(b)	₱642,583,079	₱78,183,632	₱425,501,855	₱134,174,368	₱32,408,646	(₱1,151,467,773)	₱161,383,807
Interest-bearing loans and borrowings	1,726,332,830	—	—	—	—	(1,726,332,830)	—
Bonds payable	816,706,013	—	—	—	—	(816,706,013)	—
Pension liabilities - net	39,045,129	4,837,257	16,913,459	36,163,913	3,137,904	(100,097,662)	—
Lease liabilities	268,914,516	40,005,514	106,275,671	11,185,930	34,668,349	(450,240,945)	10,809,035
Deferred tax liabilities - net	112,048,993	—	—	—	—	(109,611,072)	2,437,921
Total Liabilities	₱3,605,630,560	₱123,026,403	₱548,690,985	₱181,524,211	₱70,214,899	(₱4,354,456,295)	₱174,630,763
Other Segment Information							
Capital expenditure -							
Property and equipment and investment properties						₱967,884,766	₱443,888
Depreciation and amortization ^(c)						591,006,902	128,299
Noncash expenses other than depreciation and amortization						83,473,865	—

^(a) Segment assets exclude noncurrent asset held for sale, investments in and advances to associates and joint venture, goodwill and net deferred tax assets.

^(b) Segment liabilities exclude interest-bearing loans and borrowings, bonds payable, net pension liabilities, lease liabilities and net deferred tax liabilities.

^(c) Depreciation and amortization excludes those related to ROU assets.



	2024						
	Metro Manila	Northern Luzon	Southern Luzon	Visayas	Mindanao	Reconciliations/ Adjustments	Total
Assets and Liabilities							
Segment assets ^(a)	₱10,443,965,112	₱682,262,822	₱1,792,286,647	₱1,114,551,083	₱71,579,918	₱3,491,575,750	₱17,596,221,332
Noncurrent asset held for sale	1,020,728,064	—	—	—	—	—	1,020,728,064
Investments in and advances to associates and joint venture	21,108,679	—	—	—	—	(21,108,679)	—
Goodwill	236,629,190	—	—	15,681,232	—	(252,310,422)	—
Deferred tax assets - net	13,185,635	2,797,372	12,557,491	13,192,004	1,296,597	(43,029,099)	—
Total Assets	₱11,735,616,680	₱685,060,194	₱1,804,844,138	₱1,143,424,319	₱72,876,515	₱3,175,127,550	₱18,616,949,396
Segment liabilities ^(b)	₱766,131,191	₱57,008,678	₱251,954,267	₱137,836,962	₱25,101,760	(₱1,076,814,265)	₱161,218,593
Interest-bearing loans and borrowings	2,086,114,412	—	—	—	—	(2,086,114,412)	—
Bonds payable	814,967,275	—	—	—	—	(814,967,275)	—
Pension liabilities - net	68,782,774	5,921,760	13,681,541	39,964,238	1,430,678	(129,780,991)	—
Lease liabilities	297,847,771	42,466,080	101,690,258	18,828,574	29,240,581	(477,136,139)	12,937,125
Deferred tax liabilities - net	110,477,037	—	—	—	—	(107,526,841)	2,950,196
Total Liabilities	₱4,144,320,460	₱105,396,518	₱367,326,066	₱196,629,774	₱55,773,019	(₱4,692,339,923)	₱177,105,914
Other Segment Information							
Capital expenditure -							
Property and equipment and investment properties						₱961,101,989	₱104,995
Depreciation and amortization ^(c)						536,371,580	147,177
Noncash expenses other than depreciation and amortization						91,147,657	—

^(a) Segment assets exclude noncurrent asset held for sale, investments in and advances to associates and joint venture, goodwill and net deferred tax assets.

^(b) Segment liabilities exclude interest-bearing loans and borrowings, bonds payable, net pension liabilities, lease liabilities and net deferred tax liabilities.

^(c) Depreciation and amortization excludes those related to ROU assets.



21. Supplementary Information Required by Revenue Regulations (RR) No. 15-2010

In compliance with the requirements set forth by RR No. 15-2010, hereunder are the information on taxes, duties and license fees paid or accrued during the taxable year ended June 30, 2025:

VAT

Output VAT declared for the year ended June 30, 2025 consist of:

	Gross amount	Output VAT
Advisory services	₱18,510,000	₱2,221,200
Others	840,000	100,800
Total	₱19,350,000	₱2,322,000

VAT arising from domestic purchases of goods and services for the year ended June 30, 2025 are detailed as follows:

	Amount
Input VAT	
Balance at beginning of year	₱303,708
Current year's domestic purchases/payments for:	
Domestic purchases of services	2,074,174
Goods other than capital goods	11,791
	2,389,673
Claimed against output VAT	(2,322,000)
Balance at end of year	₱67,673

Other Taxes and Licenses

All other taxes and licenses which are recognized as taxes and licenses in the parent company statement of comprehensive income for the year ended June 30, 2025 consist of:

	Amount
Real property taxes	₱1,848,187
PSE annual listing fee	1,327,244
Business permit	54,430
Community tax certificate	10,500
Others	20,233
	₱3,260,594

Withholding Taxes

The amount of withholding taxes paid/accrued for the year ended June 30, 2025 is as follows:

	Paid	Accrued
Expanded withholding taxes	₱823,310	₱69,355
Withholding taxes on compensation	889,033	49,578
	₱1,712,343	₱118,933

Tax Assessment and Court Cases

The Company has no outstanding final assessment notice from the BIR as at June 30, 2025. There were also no outstanding tax cases nor litigation and/or prosecution in courts or bodies outside the BIR as at June 30, 2025.

