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S.E.C. Registration Number

A L L I A N C E G L O B A L
G R O U P I N C .

(Company's Full Name)

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E A S T W O O D C I T Y C Y B E R P A R K
B A G U M B A Y A N Q U E Z O N C I T Y

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

DINA D.R. INTING

Contact Person

8709-2038 to 41

Company Telephone Number

1 2 3 1

Month Day
Fiscal Year

1 7 - Q

FORM TYPE

(QUARTERLY REPORT FOR JUNE 30, 2026)

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Month

3rd Thurs.

Day

Certificate of Permit to Offer
Securities for Sale

Secondary License Type, If Applicable

S E C

Dept. Requiring this Doc.

N/A

Amended Articles Number/Section

Total No. of Stockholders

Total Amount of Borrowings

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document I.D.

Cashier

S T A M P S

Remarks = pls. use black ink for scanning purposes

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-Q

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

1. *For the quarterly period ended* **June 30, 2026**
2. *SEC Identification Number* **AS093-7946**
3. *BIR Tax Identification No.* **003-831-302-000**
4. *Exact name of issuer as specified in its charter* **ALLIANCE GLOBAL GROUP, INC.**
5. **METRO MANILA, PHILIPPINES**
Province, country or other jurisdiction of incorporation or organization
6. *(SEC Use Only)*
Industry classification code
7. **7thFloor, 1880 Eastwood Avenue, Eastwood City CyberPark
188 E. Rodriguez Jr. Ave., Bagumbayan, 1110 Quezon City**
Address of principal office
8. **(632) 870920-38 to -41**
Registrant's telephone number, including area code
9. *Securities registered pursuant to Sections 8 and 12 of the SRC, or secs. 4 and 8 of the RSA*

<i>Title of Each Class</i>	<i>Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding (as of June 30, 2026)</i>
Common	8,695,066,279 (net of 1,574,761,700 buyback shares held by AGI)
10. *Are any or all of these securities listed on a Stock Exchange?* **Yes, on the Philippine Stock Exchange.**
11. (a) *AGI has filed all reports required to be filed by Section 17 of the SRC and SRC Rule 17 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.*

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

PART I – FINANCIAL INFORMATION

1. FINANCIAL STATEMENTS

Consolidated Statements of Financial Position
Consolidated Statements of Comprehensive Income
Consolidated Statements of Changes in Equity
Consolidated Statements of Cash Flows
Notes to Interim Consolidated Financial Statements
Schedule of Financial Soundness Indicators
Aging Schedule of Trade and Other Receivables Under Current Assets

The interim consolidated financial statements (“ICFS”) have been prepared in accordance with the Philippine Accounting Standard 34, *Interim Financial Reporting*. As such, the ICFS do not include all of the information and disclosures required for full annual consolidated financial statements, and thus should be read in conjunction with the audited consolidated financial statements of the Group as of and for the year ended December 31, 2025 (“ACFS”). The accounting policies, methods and measurements used in the ICFS are consistent with those applied in ACFS. The amendments to existing standards adopted by the Group effective January 1, 2026 do not have material impact on the Group’s ICFS. Accounting estimates, assumptions and judgments are used in preparing these statements; and while these are believed to be reasonable under the circumstances, actual results may ultimately differ from such estimates (see Note 3 to both the ACFS and ICFS).

The ICFS comprise the financial statements of the Company and its subsidiaries, after elimination of material intercompany transactions. In addition, shares of stock of the Company acquired by any of these subsidiaries are recognized as treasury shares and presented at cost as part of Treasury Shares in the consolidated statements of changes in equity. Any changes in their market values as recognized separately by the subsidiaries are likewise eliminated in full. Any gain or loss on the sale of these treasury shares is presented as addition to or deduction from additional paid-in capital.

Business Segments

Alliance Global Group, Inc. and its subsidiaries (“the Group”) is currently organized into three major business segments that aptly correspond to its operating subsidiaries, namely Megaworld, Emperador, and Travellers or NWR, which in turn represent the main products and services provided by the Group and the lines of business in which the Group operates (namely, real estate property development and leasing, manufacture and distribution of distilled spirits and leisure-entertainment and hospitality) (see Note 4 to the ICFS). Effective March 17, 2025, GADC was **deconsolidated** and ceased to be a business segment as it becomes an associate from that date, yet the Group’s ownership interest over GADC has not changed (see Note 1.2 to ICFS). From then on, it is accounted for at equity method wherein the Group’s share in its net profits, corresponding to the Group’s ownership interest, is being taken up.

The Group disaggregates revenues recognized from contracts with customers into these segments that depict how the nature, amount, timing and uncertainty of revenue and cash flows are affected by economic factors. This same disaggregation is used in earnings releases, annual reports and investor presentations.

Please refer to Note 1 to the ICFS and ACFS for a comprehensive list of subsidiaries, associates and joint ventures.

2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF INTERIM FINANCIAL CONDITION AND RESULTS OF OPERATIONS

Key Performance Indicators – Top Five

In Million Pesos	H1 2026	H1 2025	YoY	YoY %	Q2 2026	Q2 2025	YoY	YoY %	QoQ %	Q1 2026	Q1 2025	YoY	YoY %
REVENUES AND INCOME	89,921	100,916	(10,996)	(10.9)	47,741	45,589	2,152	4.7	13.2	42,180	55,327	(13,148)	(23.8)
NET PROFIT ["NP"]	16,038	19,223	(3,185)	(16.6)	8,215	8,252	(37)	(0.5)	5.0	7,823	10,971	(3,148)	(28.7)
NET PROFIT TO OWNERS ["NPO"]	10,786	14,040	(3,254)	(23.2)	5,585	5,625	(39)	(0.7)	7.4	5,201	8,415	(3,215)	(38.2)
NP rate ["NPR"] %	17.84	19.05			17.21	18.10				18.55	19.83		
NPO rate ["NPOR"] %	12.00	13.91			11.70	12.34				12.33	15.21		
EBITDA	29,535	33,762	(4,227)	(12.5)	15,189	14,890	300	2.0	5.9	14,346	18,873	(4,527)	(24.0)
EBITDA margin %	32.85	33.46			31.82	32.66				34.01	34.11		
Return on investment/assets [NP/TA] %	1.79	3.57			0.92	1.02				0.89	3.57		
Excluding QSR's consolidated numbers*:													
Revenues and Income	89,921	87,536	2,385	2.7	47,741	45,589	2,152	4.7	13.2	42,180	41,947	233	0.6
NP	16,038	15,617	421	2.7	8,215	8,254	(39)	(0.5)	5.0	7,823	7,365	458	6.2
NPO	10,786	10,574	212	2.0	5,585	5,625	(39)	(0.7)	7.4	5,201	4,949	251	5.1
NPR %	17.84	17.84			17.21	18.10				18.55	17.56		
NPOR %	12.00	12.08			11.70	12.34				12.33	11.80		
EBITDA	29,535	29,065	470	1.6	15,189	14,890	300	2.0	5.9	14,346	14,175	171	1.2
EBITDA margin %	32.85	33.20			31.82	32.66				34.01	33.79		
	June'26	Dec'25	YoY	YoY%						March'26	Dec'25	YoY	%
TOTAL ASSETS	895,488	858,387	37,101	4.3						877,082	858,387	18,695	2.2
CURRENT ASSETS	420,063	395,780	24,283	6.1						413,734	395,780	17,954	4.5
CURRENT LIABILITIES	160,185	153,764	6,420	4.2						160,312	153,764	6,548	4.3
Current ratio	2.62x	2.57x								2.58x	2.57x		
Quick ratio	1.06x	0.98x								1.03x	0.98x		
	H1 2026	H1 2025	YoY	YoY %	Q2 2026	Q2 2025	YoY	YoY %	QoQ %	Q1 2026	Q1 2025	YoY	YoY %
Profit before tax and interest ["EBIT"]	24,882	28,707	(3,825)	(13.3)	12,872	12,855	17	0.1	7.2	12,010	15,851	(3,841)	(24.2)
Interest expense	5,717	5,878	(161)	(2.7)	3,073	2,861	213	7.4	16.3	2,644	3,018	(374)	(12.4)
Interest coverage rate [on EBIT]	4.35	4.88			4.19	4.49				4.54	5.25		
Interest coverage rate [on EBITDA]	5.17	5.74			4.94	5.20				5.43	6.25		
Excluding QSR's consolidated numbers*:													
EBIT	24,882	24,706	176	0.7	12,872	12,855	17	0.1	7.2	12,010	11,851	159	1.3
Interest expense	5,717	5,697	20	0.4	3,073	2,861	213	7.4	16.3	2,644	2,836	(193)	(6.8)
Interest coverage rate [on EBIT]	4.35	4.34			4.19	4.49				4.54	4.18		
Interest coverage rate [on EBITDA]	5.17	5.10			4.94	5.20				5.43	5.00		

*For a more fitting comparison, the deconsolidated segment [GADC] was stripped out from the 2025 comparative period line-by-line, including the P3.4 billion gain from its deconsolidation; however, AGI's share in GADC's NPO in both comparative periods were recognized. GADC was deconsolidated on March 17, 2025.

- Revenue growth – measures the percentage change in revenues over a designated period. Performance is measured in terms of both amount and volume, where applicable.
- Net profit growth – measures the percentage change in net profit over a designated period.
- Net profit rate – computed as percentage of net profit to revenues - measures the operating efficiency and success of maintaining satisfactory control of costs.
- Return on investment [or capital employed] – the ratio of net profit to total assets - measures the degree of efficiency in the use of resources to generate net income.
- Current ratio – computed as current assets divided by current liabilities – measures the ability of the business to meet its current obligations. To measure immediate liquidity, quick assets [cash, marketable securities, accounts receivables] is divided by current liabilities.
- Interest coverage ratio - computed as profit before tax and interest expense ("EBIT") [or EBIT before depreciation and amortization ("EBITDA")] divided by interest expense - measures the business' ability to meet its interest payments.

Results of Operations – First Six Months 2026 vs 2025

Amid a volatile and challenging operating environment, **the Group**, as one of the country's leading conglomerates, delivered a resilient first half ("H1") performance, with growth anchored by the Group's diversified business portfolio and strong product mix, as further reinforced by a strong emphasis on prudent operational efficiency. Consequently, the Group successfully

expanded its gross profit margins year-on-year (“YoY”) while keeping its net profit margins stable.

On March 17, 2025, the Group completed the **deconsolidation of its QSR business segment**. This structural transition significantly skewed line-by-line financial comparisons with the prior period. Moreover, the previous year’s results included **a non-recurring gain of ₱3.4 billion** recognized upon the completion of this transaction. To provide a clearer view of underlying organic growth, the analysis below focuses on performance excluding the QSR segment (“ex-QSR” or “ex-GADC”).

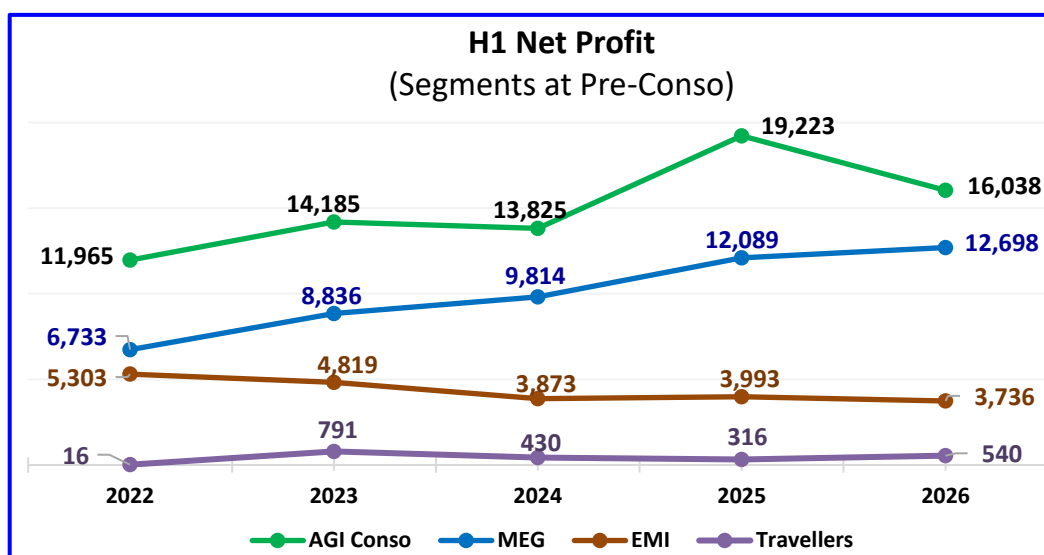
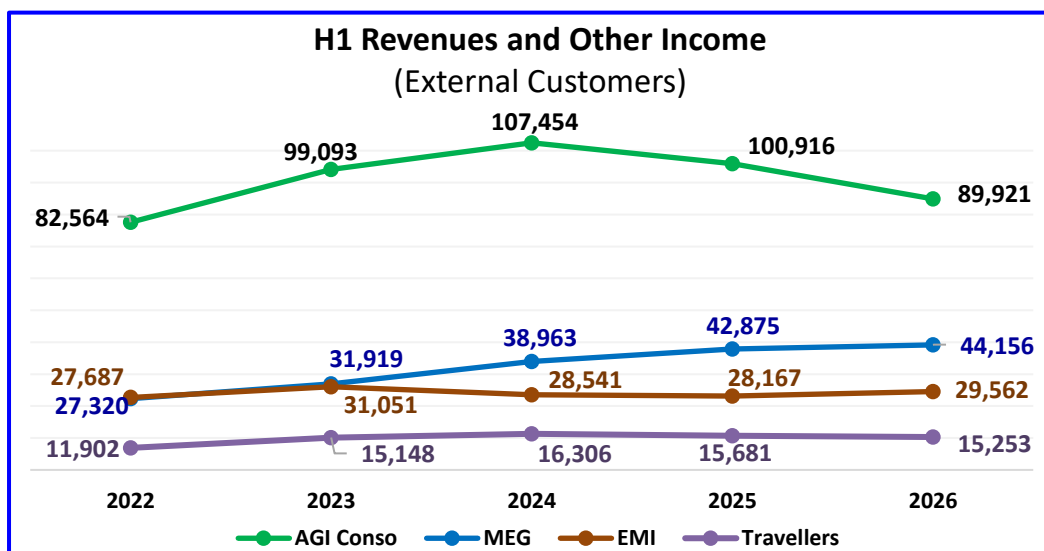
Ex-QSR Comparison Review

The Group carried strong momentum into the second quarter (“Q2”), with Q2 revenues growing 13% sequentially (“QoQ”) and 6% YoY to reach ₱45.7 billion, driven by double-digit sequential growth across both the product and service portfolios. This performance lifted H1 revenues to ₱86.2 billion, up 4% YoY. Including other income, total H1 revenues and income increased 3% YoY to ₱89.9 billion, reflective of a higher prior-year period base for other income sources.

Driven by strong pricing defense and input cost optimization, the Group successfully mitigated industry-wide inflation to expand its margins. H1 gross profit (“GP”) rose 7% YoY to ₱44.1 billion, outpacing sales growth and expanding gross margin by 163 basis points to 51.2% (up from 49.5%). This momentum carried into Q2 where GP jumped 12% QoQ and 9% YoY to ₱23.3 billion, securing a 51% gross margin (up from 49%).

While strategic investments were made to capture market demand, prudent expense controls effectively insulated core earnings from sharp cost escalation. H1 operating expenses (“OPEX”) grew 6% YoY to ₱21.8 billion from ongoing business activities which accelerated in Q2. Finance and other charges increased 14% YoY to ₱6.8 billion, primarily due to higher interest rates, new drawdowns, and non-cash unrealized forex losses that reversed last year’s gains. Tax optimization strategies mitigated these costs, reducing income taxes by 8% YoY to ₱3.1 billion. Consequently, H1 NP grew 3% YoY, at same pace as the topline, to ₱16.0 billion, thereby maintaining a steady NP margin of 18%, while net profit attributable to parent equity holders (“NPO”) climbed 2% YoY to ₱10.8 billion, holding a stable attributable margin of 12%. While Q2 NP and NPO remained flat YoY, they respectively increased sequentially by 5% and 7% QoQ.

The H1 EBITDA improved 2% YoY to ₱29.5 billion, with the EBITDA margin remaining steady at 33% for both comparable periods and covering interest 5.2x. The Q2 EBITDA increased 2% YoY and 6% QoQ to ₱15.2 billion, with the margin at 32% (compared to 33% in prior year) and interest coverage stable at 5.0x.



By business segments, as represented by the major subsidiary groups [based on pre-conso results]:

2026	MEG	EMI	TRAV	OTHERS	TOTAL
REVENUES AND INCOME					
% contribution	49.1%	32.9%	17.0%	1.1%	100.0%
External customers	44,156	29,562	15,253	950	89,921
Intercompany/ Reclass	81	33	408	6,914	7,436
Total - as reported at subsidiary level ["Pre-Conso"]	44,237	29,595	15,661	7,864	97,357
COST AND EXPENSES					
% contribution	40.8%	35.7%	21.3%	2.3%	100.0%
External/conso level	28,886	25,229	15,103	1,537	70,756
Intercompany/ Reclass	63	162	-	26	250
Pre-conso	28,949	25,391	15,103	1,563	71,006
TAX EXPENSE	2,590	468	18	51	3,127
% contribution	82.8%	15.0%	0.6%	1.6%	100.0%
NET PROFIT					
% contribution	79.1%	24.1%	0.8%	-4.0%	100.0%
External/conso	12,679	3,865	131	(637)	16,038
Intercompany/ Reclass	19	(129)	409	6,887	7,186
Pre-conso	12,698	3,736	540	6,250	23,224
NET PROFIT TO OWNERS					
% contribution	79.7%	26.9%	-0.6%	-5.9%	100.0%
External/conso	8,595	2,898	(69)	(638)	10,786
Intercompany/ Reclass	19	(129)	409	6,887	7,186
Transfer to minority	2,331	937	229	-	3,497
Pre-conso	10,946	3,706	568	6,249	21,469

2025	MEG	EMI	TRAV	OTHERS	TOTAL
REVENUES AND INCOME					
% contribution	42.5%	27.9%	15.5%	14.1%	100.0%
External customers	42,875	28,167	15,681	14,193	100,916
Intercompany/ Reclass	164	32	1	9,921	10,118
Pre-conso	43,039	28,199	15,682	24,114	111,034
COST AND EXPENSES					
% contribution	35.9%	30.1%	19.6%	14.4%	100.0%
External/conso level	28,011	23,507	15,320	11,249	78,088
Intercompany/ Reclass	-	305	10	50	364
Pre-conso	28,011	23,812	15,330	11,299	78,452
TAX EXPENSE	2,938	394	36	237	3,606
% contribution	81.5%	10.9%	1.0%	6.6%	100.0%
NET PROFIT					
% contribution	62.0%	22.2%	1.7%	14.1%	100.0%
External/conso	11,925	4,266	325	2,707	19,223
Intercompany/ Reclass	164	(273)	(9)	9,871	9,753
Pre-conso	12,089	3,993	316	12,578	28,976
NET PROFIT TO OWNERS					
% contribution	56.2%	24.1%	1.4%	18.3%	100.0%
External/conso	7,896	3,380	197	2,566	14,040
Intercompany/ Reclass	164	(273)	(9)	9,871	9,753
Transfer to minority	2,636	836	127	125	3,723
Pre-conso	10,696	3,943	315	12,562	27,516
YoY Change					
Revenues and Income - external customers	1,281	1,395	(428)	(13,243)	(10,996)
Cost and Expenses	875	1,722	(217)	(9,712)	(7,332)
Tax Expense	(348)	74	(18)	(186)	(478)
Net Profit	754	(401)	(194)	(3,345)	(3,185)
Net Profit to Owners	699	(482)	(266)	(3,204)	(3,254)
Net Profit pre-conso	609	(257)	224	(6,328)	(5,753)
Net Profit to Owners pre-conso	249	(238)	253	(6,313)	(6,048)
YoY Change %					
Revenues and Income - external customers	3.0%	5.0%	(2.7%)	(93.3%)	(10.9%)
Cost and Expenses	3.1%	7.3%	(1.4%)	(86.3%)	(9.4%)
Tax Expense	(11.9%)	18.7%	(49.1%)	(78.5%)	(13.3%)
Net Profit	6.3%	(9.4%)	(59.6%)	(123.5%)	(16.6%)
Net Profit to Owners	8.9%	(14.3%)	(135.0%)	(124.9%)	(23.2%)
Net Profit pre-conso	5.0%	(6.4%)	70.7%	(50.3%)	(19.9%)
Net Profit to Owners pre-conso	2.3%	(6.0%)	80.4%	(50.3%)	(22.0%)

Segment Review

The following discussions are based on pre-consolidation results, i.e. the numbers reported separately by the major subsidiaries (these may vary slightly from the preceding chart where alignment reclassifications were done at AGI level):

Megaworld, the Group's premier real estate arm and pioneer of the "Live-Work-Play" township model, sustained its strong growth trajectory throughout H1. Performance was anchored by a broad-based expansion across all core revenue streams, reinforced by robust sequential acceleration in Q2. [For full, detailed report, visit websites of PSE or Megaworld.]

Megaworld delivered consolidated revenues and income of ₱44.2 billion, NP of ₱12.7 billion and NPO of ₱10.9 billion in H1, respectively increasing 3%, 5% and 2% YoY, anchored by sustained expansion in its revenue streams. Operationally, the business experienced an acceleration in sequential momentum during Q2 as its revenues and income advanced 2% YoY and 5% QoQ, resulting in NP growth of 4% YoY and 5% QoQ and NPO by 1% YoY and 7% QoQ.

Costs and expenses for H1 rose 3% YoY in H1 to ₱28.9 billion, tracking effectively in line with topline growth. While OPEX went up 8% YoY mainly from heightened administrative expenses and corporate activities scaled to support strategic growth, and finance and other charges jumped 28% surge due to a reversal into unrealized forex losses from a forex gain position in prior period, optimized cost management improved overall margins. GPR expanded to 52% (up from 50%) and reached 53% in Q2. NPR improved to 29% for both H1 and Q2 (up from 28%) while NPOR remained steady at 25% for both comparative periods.

Real estate sales remained the main revenue driver, contributing 65% of total H1 revenues at

₱27.2 billion, backed by continued construction progress across multiple residential developments. The current brand mix among Megaworld-GERI-Empire East-Suntrust/SLI was 80%-9%-5%-6%. Geographically, 64% of sales were from Metro Manila projects, 20% from the rest of Luzon, and 16% from Vis-Min projects. Reservation sales surged 15% YoY in H1 hitting ₱63 billion, significantly outperforming the broader residential market, after a notable 20% increase in Q2 sales to ₱33.3 billion, driven by strong take-up in provincial projects, like 'Ilocandia Coasttown' and 'Paragua Coasttown' townships. The group launched its 37th township during the interim period - the 97-hectare 'Sugartown' in Talisay City, Negros Occidental – marking Megaworld's third township in the Negros Island Region.

Rental income accounted for 27% of total revenues (up from 26% in same period of 2025), rising 6% YoY to ₱11.4 billion. In Q2, rental income reached ₱5.7 billion, up 6% YoY and 1% QoQ, driven by retail ecosystem synergies. *Megaworld Premier Offices* generated ₱7.8 billion, up 5% YoY, anchored by Global Capacity Centers (GCCs) and Knowledge Process Outsourcing (KPO) firms. Office lease renewals for both *Megaworld Premier Offices* and *Megaworld Global Offices* surpassed 122,000sqm in H1, securing over 80% of all leases scheduled to expire within the year. *Megaworld Lifestyle Malls* generated ₱3.6 billion rental revenues, climbing 8% YoY, supported by increasing foot traffic, robust tenant sales, a high occupancy rate of 95%, and more than 16,000 sqm of new store openings.

Megaworld Hotels & Resorts emerged as Megaworld's fastest-growing revenue stream, posting an 11% YoY revenue increase to ₱3.1 billion in H1, driven by the opening of the 405-room 'Belmont Hotel Iloilo', currently the largest hotel in Iloilo City by room count.. The group also opened the 'Mactan Expo', its first standalone convention center. Looking ahead, Megaworld announced that Grand Westside Hotel, the country's largest hotel by room count, will be rebranded as the 'Movenpick Manila Bay Westside Hotel', positioning it as the largest Movenpick property in the world.

These operating results brought in 49%, 79% and 80% to AGI's consolidated topline, NP and NPO, respectively, ranking Megaworld as the biggest contributor among AGI's Business Segments.

Emperador, a global alcoholic beverage group, delivered resilient H1 performance amid a volatile global operating environment, with growth across its Brandy and Scotch Whisky segments. Stronger sales, improved product and market mix, and cost efficiencies drove double-digit gross profit growth and meaningful gross margin expansion, partially offsetting higher operating, financing and tax expenses during the period. Deliberate brand investments and commercial transitions put short-term pressure on NP, fundamentally securing a stronger sustainable profitability in the quarters ahead. [For full, detailed report, visit websites of PSE or Emperador.]

Underlying sales momentum strengthened in H1, with sales of goods and services increasing 8% YoY to ₱28.8 billion. The Q2 sales surged 9% YoY and 24% QoQ. Including other income, consolidated revenues and income in H1 reached ₱29.6 billion, an increase of 5% YoY, reflecting a higher prior-year contribution from other income. Consolidated gross profit increased 17% YoY to ₱9.5 billion in H1, significantly outpacing sales growth and expanding gross profit margin by 248 basis points to 33% from 30% in the prior-year period. The improvement reflects a more favorable product and market mix, together with continued cost efficiencies across the portfolio

The Brandy segment maintained strong growth momentum, led by robust domestic demand in the Philippines. 'CLVB Emperador' and 'Fundador Super Special' continued to drive volume and market activity, complemented by contributions from 'Terry' in Spain and 'El Presidente' in Mexico. H1 external sales increased 7% YoY to ₱18.5 billion, with Q2 external sales surging 23% QoQ and 7% YoY. Total segment revenues and other income reported a softer growth rate of 4% YoY in H1, tempered by a high-base other income recorded in the previous year. Cost

efficiencies and an improved product mix propelled segment GP growth by 20%YoY, expanding the segment's GP margin to 29% from 26% in the prior year period.

The Scotch Whisky segment returned to growth despite continued softness across parts of the global Scotch Whisky market. H1 external sales rose 8% YoY to ₱10.3 billion, with momentum strengthening significantly in Q2 as external sales increased 25% QoQ and 14% YoY. This acceleration was broad-based geographically, showing notable QoQ momentum across UK, North America, Latin America, India, Asia Pacific region, and Global Travel Retail channels. The segment's premium single malt portfolio was a standout driver, expanding nearly 20% QoQ, which in turn drove a 12% YoY increase in the segment H1 GP and expanded the segment GP margin to 38% (up from 36% in the prior year period).

To capture this accelerating consumer demand while maintaining strict corporate oversight, the Group systematically ramped up its commercial and operational fulfillment capacity during Q2, resulting in a Q2 OPEX spike of 48% QoQ and 24% YoY. Consequently, H1 OPEX rose 12%YoY, reflecting the scaling of distribution, logistical, marketing and administrative overheads required to support global operations. This controlled operational expansion, coupled with higher localized income tax provisions in the Brandy segment and increased borrowing costs specifically tied to debt-funded facility expansions for the Scotch Whisky segment, compressed NP by 8% YoY to ₱0.7 billion. This caused NP margins to soften to 13% compared to 14% in the prior year period.

Meanwhile, H1 EBITDA increased 2% to ₱6.1 billion, maintaining a stable margin of 21%. This steady operational performance provided ample core cash flows, yielding an interest coverage ratio of 6.0x for H1, which scales to 6.7x after deducting bank-deposit interest income from both components of the calculation formula.

Emperor group contributed 33% to AGI's consolidated revenues and income, 24% to consolidated NP and 27% to consolidated NPO.

Travellers, the Group's integrated leisure, hospitality, and tourism arm, closed the H1 period with solid sequential recovery. A disciplined approach to cost optimization and stronger non-gaming performance successfully offset lower high-roller volumes, driving a significant acceleration in profitability during Q2.

Travellers generated H1 net revenues of ₱15.2 billion, a 1% increase YoY. On a gross basis, H1 revenues reached ₱18.3 billion, down 3% YoY, primarily impacted by lower VIP gaming volumes. However, this compression was heavily mitigated by strong, steady growth across the hotel and non-gaming portfolios. Quarterly momentum showed a sharp acceleration in Q2, signaling a robust operational turnaround. Net revenues in Q2 climbed to ₱8.3 billion, marking an 11% growth YoY and 19% sequential surge QoQ. Its H1 NPO surged 78% YoY to ₱0.6 billion, capturing ₱0.5 billion of this total during Q2 alone.

In response to moving gaming market dynamics, management successfully implemented strict cost-containment measures. As gaming revenues reflected a tightening in the VIP segment, H1 promotional allowances notably slashed by 19% to ₱3.1 billion, driven lower player rebates and revenue-share payouts. The mass-market gaming segments and experiential tourism supported the H1 revenues.

Non-gaming business lines served as a critical growth engine during the period, driven by sustained domestic and international consumer demand across leisure assets. Non-gaming revenues rose 12% YoY to ₱3.9 billion in H1, maintaining their upward trajectory in Q2 with a

15% YoY increase to ₱1.9 billion. Operations remained stable across the five international hotel brands located within Newport World Resorts (NWR), with average occupancy rates tracking consistently between 80% and 94% during H1 (compared to 87% to 95% in the same period last year), supported by robust staycation demand and corporate MICE events. Strong foot traffic expansion fueled steady sales growth across ancillary streams - F&B outlets, the Newport Performing Arts Theater, cinemas, and integrated service operations.

Direct costs for H1 rose 3% YoY to ₱8.3 billion, reflecting operational expenses tied to hotel service delivery, food and beverage (F&B) outlets, and gaming floor activities. H1 GP reached ₱6.9 billion, exhibiting GP margin of 45% (compared to 47% during the same period last year) while Q2 GP surged 11% YoY and 27% QoQ to ₱3.9 billion, restoring and holding a stable GP margin of 47%.

OPEX dropped 4% YoY to ₱4.8 billion in H1 and fell 3% YoY to ₱2.5 billion in Q2, driven primarily by disciplined marketing spend and strict commercial budget controls. Interest expenses declined 6% YoY to ₱2.1 billion, benefiting from a higher portion of borrowing costs being capitalized into capital expenditure projects during the interim period. Notably, total interest incurred (including the capitalized portion) fell by 5% YoY, improving the subsidiary's overall leverage profile. Consequently, Travellers reported an EBITDA of ₱4.4 billion with H1 NP and NPO both stood at ₱0.6 billion, while Q2 NP and NPO stood at ₱0.5 billion.

Travellers group accounted for 17% of AGI's consolidated revenues and 0.8% of consolidated NP.

Profit and loss accounts Review ex-QSR

For a comparable review, we continue to eliminate the significant line-by-line impact of the deconsolidated QSR business in the YoY discussions and table that follow.

Revenues and income ex-QSR edged up 3% (+₱2.4 billion) YoY to ₱89.9 billion, as robust gains across core segments were tempered by softer gaming revenues. **Sale of goods** (comprising real estate, alcoholic beverages and snack products) rose 4% (+₱2.0 billion) to ₱56.1 billion, driven by healthy momentum across all product streams. **Rendering of services** (gaming, leasing, hotels, cinemas, and theaters) climbed 4% (+₱1.2 billion) to ₱30.1 billion, anchored by resilient non-gaming revenue lines. **Share in net profit of associates and joint ventures** increased to ₱0.7 billion, reflecting a higher comparable profit share from GADC. Conversely, **finance and other income** declined 26% (down ₱1.1 billion) to ₱3.0 billion, primarily due to a high base effect from elevated other income reported in prior year.

Costs and expenses increased 3% (+₱2.2 billion) to ₱70.8 billion, driven by the successful execution of strategic and strict cost-containment measures. **Cost of goods sold** fell 1% to ₱31.9 billion, while **cost of services** increased 5% to ₱10.2 billion. **Other operating expenses** also increased 6% (+₱1.2 billion) to ₱21.8 billion. **Finance costs and other charges** expanded 14% (+₱0.8 billion) to ₱6.9 billion from foreign currency losses (from gains in prior year) and slightly higher interest expenses.

Tax expense shrank 8% (down ₱0.3 billion) to ₱3.1 billion, as lower taxable net profit of Megaworld and Travellers was partially offset by an increase in Emperor's taxable earnings.

EBITDA improved slightly to **₱29.5 billion** from **₱29.1 billion** a year ago, maintaining a stable EBITDA margin of 33%. Consequently, consolidated **NP** reached **₱16.0 billion** with a steady net margin of 18%, while **NPO** hit **₱10.8 billion**, yielding a steady NPO margin of 12%.

In Million Pesos	H1 2026	H1 2025	YoY	%	H1 2025 ex QSR	YoY	%
REVENUES AND INCOME							
Sale of goods	56,086	54,084	2,002	3.7	54,084	2,002	3.7
Consumer goods	28,867	26,970	1,898	7.0	26,970	1,898	7.0
Revenue from real estate (RE) sales	27,219	27,115	104	0.4	27,115	104	0.4
Rendering of services	30,117	38,954	(8,837)	(22.7)	28,941	1,176	4.1
Gaming	14,400	15,447	(1,047)	(6.8)	15,447	(1,047)	(6.8)
Less: Promotional allowance	(3,080)	(3,808)	(728)	19.1	(3,808)	728	(19.1)
Net Gaming	11,320	11,639	(319)	(2.7)	11,639	(319)	(2.7)
Sales by company-operated quick-service restaurants	-	9,272	(9,272)	(100.0)			
Franchise revenues	-	734	(734)	(100.0)			
Rental Income	11,537	10,874	663	6.1	10,868	669	6.2
Others	7,260	6,434	826	12.8	6,434	826	12.8
Hotel operations	5,987	5,593	394	7.0	5,593	394	7.0
Other services	1,274	841	432	51.4	841	432	51.4
Share in net profits of associated and joint ventures	712	334	377	112.8	453	258	57.0
Finance and other income	3,006	7,544	(4,538)	(60.2)	4,058	(1,052)	(25.9)
TOTAL	89,921	100,916	(10,996)	(10.9)	87,536	2,385	2.7
COST AND EXPENSES							
Cost of goods sold	31,911	32,208	(297)	(0.9)	32,208	(297)	(0.9)
Consumer goods sold	19,354	18,715	639	3.4	18,715	639	3.4
RE sales	12,557	13,493	(936)	(6.9)	13,493	(936)	(6.9)
Cost of services	10,202	17,598	(7,396)	(42.0)	9,707	495	5.1
Gaming	4,937	4,847	90	1.9	4,847	90	1.9
Services	5,265	12,750	(7,486)	(58.7)	4,860	405	8.3
Other operating expenses	21,794	22,009	(215)	(1.0)	20,604	1,190	5.8
Selling and marketing	6,949	8,931	(1,982)	(22.2)	8,465	(1,516)	(17.9)
General and administrative	14,845	13,077	1,768	13.5	12,139	2,706	22.3
Finance cost and other charges	6,850	6,274	576	9.2	6,007	842	14.0
TOTAL	70,756	78,088	(7,332)	(9.4)	68,526	2,229	3.3
TAX EXPENSE	3,127	3,606	(478)	(13.3)	3,393	(265)	(7.8)
NET PROFIT	16,038	19,223	(3,185)	(16.6)	15,617	421	2.7
NET PROFIT TO OWNERS	10,786	14,040	(3,254)	(23.2)	10,574	212	2.0
NET PROFIT ex QSR	16,038	15,617	421	2.7			
NET PROFIT TO OWNERS ex QSR	10,786	10,574	212	2.0			

Note: Numbers may not add up due to rounding off. Percentages are taken based on full numbers, not from the presented rounded amounts.

Financial Condition – June 30, 2026 vs December 31, 2025

The Group maintained strong financial health through the end of the interim period, characterized by expansion of its consolidated asset base, optimized leverage, and robust liquidity metrics.

Consolidated total assets expanded 4% (an increase of +**₱37.1 billion**) to **₱895.5 billion**, driven by ongoing capital deployments and asset growth across core business segments. In contrast, consolidated total liabilities remained tightly controlled, ticking up by just 1% (+**₱4.9 billion**) to **₱412.6 billion**. This growth between assets and liabilities reflects a substantial strengthening of total equity, reinforcing the capital cushion of the holding company.

Liquidity levels remained robust, providing the Group with sufficient operational flexibility and the financial capacity to pursue strategic growth initiatives. Current ratio was maintained at a strong 2.6x, indicating a high short-term liquidity position. Gross debt stood at **₱282.9 billion**, reflecting additional financing drawdowns during H1, as net debt improved to **₱206.1 billion** (down from **₱208.9 billion** at the beginning of the year), driven by strong cash generation that

outpaced net borrowing activity. Net debt improved to 24% of total tangible assets (down from 26% at beginning of year).

Leverage metrics remained well within conservative risk limits. Net debt-to-equity ratio fell at 43% (down from 46% at the beginning of year), reflecting a highly conservative leverage position. The total liabilities-to-equity ratio was maintained at a balanced and stable mix of 0.9x. Total liabilities were covered by total assets at a steady 2.2x while interest was covered by EBITDA at 5.2x. These showed that the Group's overall financial position remains exceptionally healthy.

The Group's **cash and cash equivalents** increased 24% (an expansion of +P11.6 billion) during H1, closing at P59.0 billion, up from P47.4 billion at the start of the year. This strong build-up in cash funds was primarily driven by robust operational cash generation that comfortably outpaced total capital allocations across both investing and financing activities during the interim period. Operating activities remained the primary engine of liquidity that fully funded the Group's ongoing requirements. Outflows for investing activities narrowed during the period, reflecting disciplined capital expenditure deployments and strategic phased project timelines across the business segments. Outflows for financing activities decreased as a result of optimized debt servicing schedules and balance borrowing drawdowns during the H1. [Details of the Group's cash flows from operating, financing and investing activities are presented in the interim consolidated statements of cash flows.]

*In summary, the **accounts with at least +/- 5% changes** from year-end were as follows.*

Current trade and other receivables increased 9% (+P7.8 billion) to P93.9 billion while **non-current trade and other receivables** inched up 2% (+P0.7 billion) to P35.8 billion, mainly from real estate projects and expanded leasing operations.

Contract assets, which represent the reclassified portion of trade and other receivables relating to rights to payment which are conditioned upon the completion of units sold and represent excess of progress of work over the right to an amount of consideration, had its **current contract asset portion** declining 6% (-P1.7 billion) to P24.6 billion while **non-current contract assets** jumped 31% (+P2.5 billion) to P10.4 billion. These pertain to the real estate operations of Megaworld.

Financial assets at fair value through profit or loss climbed 5% (+P0.8 billion) to P17.3 billion, mainly from marked-to-market and translation adjustments of such assets.

Other current assets increased 6% (+P1.4 billion) to P26.2 billion, primarily driven by increase in input vat, creditable withholding tax and other prepayments due to timing of payments.

Advances to landowners and joint operators contracted by 17% (-P1.5 billion) to P7.5 billion, attributed to application of advances made by Megaworld to landowners and co-venturers for new project developments.

Financial assets at fair value through other comprehensive income expanded 8% (+P0.04 billion) to P0.5 billion, mainly from marked-to-market adjustments.

Investments in associates and joint ventures jumped 5% (+P0.8 billion) to P18.7 billion from shares in net profits of associates of AGI, MEG and EMI.

Other non-current assets increased 7% (+P1.5 billion) to P21.8 billion, mainly from additional advances for future investment and deferred real-estate commissions.

Trade and other payables decreased 5% (-₱3.5 billion) to ₱70.2 billion mainly due to timing of purchases for production and accruals for expenses.

Current interest-bearing loans jumped 20% (+₱11.7 billion) to ₱70.1 billion while **non-current** portion declined 1% (-₱2.8 billion) to ₱191.7 billion, for a net increase of ₱8.9 billion from additional drawdowns as partially reduced by repayments made during the interim period.

Current lease liabilities decreased 10% (-₱0.02 billion) to ₱0.2 billion while **non-current lease liabilities** increased by 44% (+₱0.5 billion) to ₱1.5 billion, for a total increase of ₱0.5 billion due to translation adjustments and interest amortizations.

Contract liabilities represent MEG's excess of collection over the progress of work with **current** portion increasing 63% (+₱0.7 billion) to ₱1.7 billion and **non-current portion** decreasing 13% (-₱0.5 billion) to ₱3.5 billion during the interim period.

Income tax payable decreased 50% (-₱1.0 billion) to ₱1.0 billion due to net effect of annual income tax remittance in Q2 coupled with applied withholding tax recorded during the interim period.

Advances from other related parties surged 24% (+₱0.1 billion) to ₱0.4 billion from Megaworld accounts.

Other current liabilities contracted 8% (-₱1.5 billion) to ₱16.5 billion while **other non-current liabilities** declined 8% (-₱0.7 billion) to ₱8.0 billion, mainly from sales recognition and application of corresponding customers' deposits.

Deferred tax liabilities increased 6% (+₱1.3 billion) to ₱24.6 billion mainly from tax effects of taxable and deductible temporary differences of Megaworld.

The **changes in equity components** are presented in detail in the interim consolidated statements of changes in equity. The changes were mainly from profit during the period, acquisition of treasury shares and changes in other equity accounts.

Liquidity and Capital Resources

The Group continues to demonstrate financial resilience, underpinned by a robust liquidity profile and a current ratio that remained strong at 2.6x at both the beginning and end of the interim period. Its commitment to capital discipline is evident as total-liabilities-to-equity ratio was reduced to 0.85x (down from 0.90x), while maintaining a conservative gearing ratio of 59% (down from 61%). On a net debt basis, leverage remains manageable at 43% (down from 46%). With an asset coverage ratio of 2.2x and an EBITDA interest coverage ratio of 5.2x, the Group's financial position remains solid and healthy.

The Group's funding strategy balances strong internal cash generation with strategic access to bank credit. The Group is well-positioned to support future growth and investment requirements through a diversified mix of capital sources (spanning operations, debt, or potential equity offerings), ensuring the Group remain agile and responsive to evolving market conditions.

Working capital requirements and investing expenditures during the period were funded through a combination of internal cash generated from operations and external bank loans.

Amounts in Million Pesos	June 2026	March 2026	December 2025
Interest-bearing debt- current	70,122	66,183	58,397
Interest-bearing debt noncurrent	191,669	188,246	194,483
Bonds payable- noncurrent	21,129	20,715	20,420
Total Debt	282,920	275,144	273,299
Cash and cash equivalents	58,964	55,408	47,371
FVTPL/ FVOCI financial assets	17,843	17,637	17,032
Total Available	76,807	73,044	64,403
Net debt	206,113	202,100	208,896
Total Available to debt rate	27.15%	26.55%	23.56%
Equity	482,872	468,294	450,689
Total debt to total equity rate	58.59%	58.75%	60.64%
Net debt to total equity rate	42.68%	43.16%	46.35%
Total Assets	895,488	877,082	858,387
Total Liabilities	412,616	408,788	407,703
Liabilities to equity ratio	85.45%	87.29%	90.46%
Current ratio	2.62x	2.58x	2.57x
Quick ratio	1.06x	1.03x	0.98x
Return on assets	1.79% 6 mos	0.89% 3 mos	3.57%
Solvency ratio	10.44% 6 mos	5.21% 3 mos	21.68%

Prospects for the future

AGI remains optimistic about its future prospects, anchored by established brand equity, a solid market position, and a robust financial foundation. While remaining vigilant regarding global and domestic macroeconomic headwinds, the Group's diversified portfolio and strategic agility uniquely position it to navigate market uncertainties and sustain its growth momentum.

This confidence is reinforced by a proven track record of long-term value creation and a steadfast commitment to delivering sustainable, profitable growth. Innovation continues to serve as a cornerstone of AGI's strategy. By integrating advanced digital technologies across its operating segments, the Group aims to drive structural efficiencies, elevate the customer experience, and sharpen its competitive edge - ensuring AGI remains at the forefront of the industries it serves and while maximizing long-term value for its stakeholders.

Others

There were no known material events subsequent to the end of the interim period that would have a material impact in the interim period.

There are no other known trends or demands, commitments, events or uncertainties that will result in or that are reasonably likely to result in the Company's liquidity increasing or decreasing in any material way. The Company does not have nor anticipate having any cash flow or liquidity problems within the year. AGI and its subsidiaries are not in default or breach of any note, loan, lease or other indebtedness or financing arrangement requiring it to make payments.

There are no other known events that will trigger direct or contingent financial obligation that is currently considered material to the Company, including any default or acceleration of an obligation.

There are no other material off-balance sheet transactions, arrangements, obligations, and other relationships with unconsolidated entities or other persons created during the reporting period.

There are no other known trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales or revenues or income from continuing operations. There are also no known events that will cause material change in the relationship between costs and revenues.

There are no other significant elements of income or loss that did not arise from continuing operations.

There were no other material issuances, repurchases or repayments of debt and equity securities.

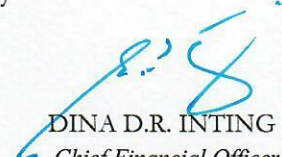
The business has no seasonal aspects that had a material effect on the financial condition and results of operations of the Group.

SIGNATURE

Pursuant to the requirements of Securities Regulation Code, the issuer has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Alliance Global Group, Inc.
Issuer

By:


DINA D.R. INTING
*Chief Financial Officer/
Corporate Information Officer/
Compliance Officer*
August 14, 2026

Alliance Global Group, Inc. and Subsidiaries
7th Floor, 1880 Eastwood Avenue, Eastwood City CyberPark
188 E. Rodriguez, Jr. Avenue, Bagumbayan, Quezon City

Schedule of Financial Soundness Indicators

Annex 68-E
As of June 30, 2026

Ratio	Formula	6/30/26	12/31/2025
Current ratio	Current assets / Current liabilities	2.62	2.57
Acid test ratio	Quick assets / Current liabilities (Quick assets include cash and cash equivalents, trade and other receivables and financial assets at fair value through profit or loss)	1.06	0.98
Solvency ratio	EBITDA / Total debt (Total debt includes interest bearing loans and borrowings and bonds payable)	0.10	0.20
Debt-to-equity ratio	Total debt / Total stockholders' equity (Total debt includes interest bearing loans and borrowings and bonds payable)	0.59	0.61
Asset-to-equity ratio	Total assets / Total stockholders' equity	1.85	1.90
		06/30/26	6/30/2025
Interest rate coverage ratio	EBITDA / Total Interest	5.17	5.74
Return on investment	Net profit / Total stockholders' equity	0.03	0.04
Return on investment of equity owners	Net profit attributable to owners of the Parent Company/ equity attributable to the owners of the Parent Company	0.03	0.05
Return on assets	Net profit/ total assets	0.02	0.02
Net profit margin	Net profit / Total revenues	0.18	0.19

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2026 AND DECEMBER 31, 2025
(Amounts in Philippine Pesos)

	<u>June 30, 2026</u> <u>(UNAUDITED)</u>	<u>December 31, 2025</u> <u>(AUDITED)</u>
<u>A S S E T S</u>		
CURRENT ASSETS		
Cash and cash equivalents	P 58,964,156,193	P 47,370,541,026
Trade and other receivables - net	93,898,261,114	86,074,792,702
Contract assets	24,593,423,334	26,287,777,868
Financial assets at fair value through profit or loss	17,321,591,257	16,548,978,844
Inventories - net	199,106,102,228	194,687,728,409
Other current assets	<u>26,179,410,031</u>	<u>24,809,760,268</u>
Total Current Assets	<u>420,062,944,157</u>	<u>395,779,579,117</u>
NON-CURRENT ASSETS		
Trade and other receivables - net	35,832,640,951	35,176,420,018
Contract assets	10,388,254,211	7,928,124,664
Advances to landowners and joint operators	7,513,660,945	9,014,831,658
Financial assets at fair value through other comprehensive income	521,708,856	483,074,040
Investments in associates and joint ventures	18,706,667,874	17,899,774,893
Property, plant and equipment - net	177,539,566,106	171,720,068,074
Investment properties - net	156,737,132,434	154,594,212,596
Intangible assets - net	45,509,038,039	44,605,190,728
Deferred tax assets - net	920,966,358	919,354,233
Other non-current assets	<u>21,755,392,522</u>	<u>20,266,015,670</u>
Total Non-current Assets	<u>475,425,028,296</u>	<u>462,607,066,574</u>
TOTAL ASSETS	<u><u>P 895,487,972,453</u></u>	<u><u>P 858,386,645,691</u></u>

	June 30, 2026 (UNAUDITED)	December 31, 2025 (AUDITED)
<u>LIABILITIES AND EQUITY</u>		
CURRENT LIABILITIES		
Trade and other payables	P 70,190,409,562	P 73,738,014,475
Interest-bearing loans	70,121,611,718	58,396,634,309
Lease liabilities	184,654,039	205,113,172
Contract liabilities	1,713,954,978	1,050,338,907
Income tax payable	1,001,729,088	1,998,832,039
Advances from other related parties	436,286,165	352,194,953
Other current liabilities	<u>16,536,068,688</u>	<u>18,023,364,939</u>
Total Current Liabilities	<u>160,184,714,238</u>	<u>153,764,492,794</u>
NON-CURRENT LIABILITIES		
Interest-bearing loans	191,669,309,044	194,482,790,969
Bonds payable	21,129,377,928	20,419,627,934
Lease liabilities	1,547,537,380	1,075,305,947
Contract liabilities	3,513,882,085	4,041,368,789
Retirement benefit obligation	1,971,772,461	1,948,090,160
Deferred tax liabilities - net	24,643,130,490	23,320,972,564
Other non-current liabilities	<u>7,955,941,386</u>	<u>8,650,471,698</u>
Total Non-current Liabilities	<u>252,430,950,774</u>	<u>253,938,628,061</u>
Total Liabilities	<u>412,615,665,012</u>	<u>407,703,120,855</u>
EQUITY		
Equity attributable to owners of the parent company	350,643,377,638	323,315,804,521
Non-controlling interest	<u>132,228,929,803</u>	<u>127,367,720,315</u>
Total Equity	<u>482,872,307,441</u>	<u>450,683,524,836</u>
TOTAL LIABILITIES AND EQUITY	<u>P 895,487,972,453</u>	<u>P 858,386,645,691</u>

See Notes to Interim Consolidated Financial Statements.

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Amounts in Philippine Pesos)
(UNAUDITED)

	2026		2025	
	Year-to-Date	Quarter	Year-to-Date	Quarter
REVENUES AND INCOME				
Sale of goods	P 56,086,402,826	P 29,918,895,305	P 54,084,411,700	P 28,774,112,992
Rendering of services	30,116,852,623	15,828,003,756	38,953,514,631	14,455,059,469
Share in net profits of associates and joint ventures - net	711,692,301	464,710,716	334,394,065	269,202,827
Finance and other income	3,005,797,173	1,529,343,722	7,544,026,020	2,090,636,291
	<u>89,920,744,923</u>	<u>47,740,953,499</u>	<u>100,916,346,416</u>	<u>45,589,011,579</u>
COSTS AND EXPENSES				
Cost of goods sold	31,910,701,761	17,086,179,947	32,207,939,288	17,169,676,630
Cost of services	10,201,766,933	5,363,347,185	17,597,598,432	4,764,022,594
Other operating expenses	21,793,821,356	11,732,638,681	22,008,511,203	10,648,208,194
Finance costs and other charges	6,849,514,836	3,760,254,453	6,273,746,729	3,012,369,754
	<u>70,755,804,886</u>	<u>37,942,420,266</u>	<u>78,087,795,652</u>	<u>35,594,277,172</u>
PROFIT BEFORE TAX	<u>19,164,940,037</u>	<u>9,798,533,233</u>	<u>22,828,550,764</u>	<u>9,994,734,407</u>
TAX EXPENSE	<u>3,127,403,747</u>	<u>1,583,772,276</u>	<u>3,605,624,742</u>	<u>1,742,496,660</u>
NET PROFIT	<u>16,037,536,290</u>	<u>8,214,760,957</u>	<u>19,222,926,022</u>	<u>8,252,237,747</u>
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss				
Net unrealized fair value gain on financial assets at fair value through other comprehensive income	79,896,212	(15,529,199)	202,744,761	62,100,732
Actuarial gains on remeasurement of retirement benefit obligation	39,852,000	30,506,625	140,452,000	18,352,000
Deferred tax expense relating to components of other comprehensive income	(9,963,000)	(7,637,625)	(35,113,000)	(4,588,000)
	<u>109,785,212</u>	<u>7,339,801</u>	<u>308,083,761</u>	<u>75,864,732</u>
Items that will be reclassified subsequently to profit or loss				
Translation adjustments	3,078,262,172	1,143,779,231	(7,445,301)	361,779,292
Net unrealized fair value gain (loss) on cash flow hedge	38,762,086	(29,378,500)	78,325,240	(26,479,079)
Deferred tax income (expense) relating to components of other comprehensive income	9,306,611	(1,575,240)	23,798,805	3,285,634
Share in other comprehensive income (loss) of associates	(2,032,715)	(3,217,311)	-	-
	<u>3,124,298,154</u>	<u>1,109,608,180</u>	<u>94,678,744</u>	<u>338,585,847</u>
TOTAL COMPREHENSIVE INCOME	<u>P 19,271,619,656</u>	<u>P 9,331,708,938</u>	<u>P 19,625,688,527</u>	<u>P 8,666,688,326</u>
Net profit attributable to:				
Owners of the parent company	P 10,786,008,561	P 5,585,471,778	P 14,039,717,266	P 5,624,508,813
Non-controlling interest	5,251,527,729	2,629,289,179	5,183,208,756	2,627,728,934
	<u>P 16,037,536,290</u>	<u>P 8,214,760,957</u>	<u>P 19,222,926,022</u>	<u>P 8,252,237,747</u>
Total comprehensive income attributable to:				
Owners of the parent company	P 12,898,408,498	P 6,292,727,090	P 14,523,589,372	P 5,825,348,618
Non-controlling interest	6,373,211,158	3,038,981,848	5,102,099,155	2,841,339,708
	<u>P 19,271,619,656</u>	<u>P 9,331,708,938</u>	<u>P 19,625,688,527</u>	<u>P 8,666,688,326</u>
Earnings Per Share for the Net Profit Attributable to Owners of the Parent Company –				
Basic and Diluted	<u>P 1.2583</u>	<u>P 0.6550</u>	<u>P 1.6151</u>	<u>P 0.6538</u>

See Notes to Interim Consolidated Financial Statements.

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Amounts in Philippine Pesos)
(UNAUDITED)

	Attributable to Owners of the Parent Company													Non-controlling Interest	Total Equity
	Capital Stock	Additional Paid-in Capital	Treasury Shares – at Cost	Net Accumulated Losses on Retirement Benefits Plan	Net Fair Value Gains on Financial Assets at FVOCI	Accumulated Translation Adjustments	Revaluation Reserves on Cash Flow Hedge	Share Warrants	Share Options	Other Reserves	Appropriated	Retained Earnings Unappropriated	Total		
As of January 1, 2026	P 10,269,827,079	P 35,048,966,642	(P 17,654,577,521)	(P 614,737,604)	P 341,882,510	P 775,676,096	P 46,741,063	P 1,000,125,739	P 90,423,909	P 67,271,770,466	P 1,613,840,000	P 225,066,245,442	P 226,680,085,442	P 323,315,804,521	P 450,683,524,836
Transactions with owners:															
Change in percentage of ownership	-	-	-	-	-	-	-	-	-	16,480,496,522	-	(120,478,464)	(120,478,464)	16,360,018,058	16,347,656,693
Acquisition of treasury shares	-	-	(784,084,836)	-	-	-	-	-	-	-	-	-	-	(784,084,836)	(784,084,836)
Exercise of share options	-	30,553,114	81,825,560	-	-	-	-	-	(33,278,674)	-	-	-	-	79,100,000	79,100,000
Dividend paid by investee	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,504,368,240)	(1,504,368,240)
Share-based compensation	-	-	-	-	-	-	-	-	-	-	-	-	-	4,727,935	4,727,935
	-	30,553,114	(702,259,276)	-	-	-	-	-	(33,278,674)	16,480,496,522	-	(120,478,464)	(120,478,464)	15,655,033,222	14,143,031,552
Changes in legal reserves during the year	-	-	-	-	-	-	-	-	-	(1,379,664,426)	-	153,795,823	153,795,823	(1,225,868,603)	(1,225,868,603)
Total comprehensive income	-	-	-	21,370,389	90,585,112	1,971,617,073	28,827,363	-	-	-	-	10,786,008,561	10,786,008,561	12,896,408,498	6,373,211,158
Balance at June 30, 2026	P 10,269,827,079	P 35,079,139,756	(P 18,356,836,797)	(P 593,367,215)	P 432,467,422	P 2,747,293,169	P 75,568,426	P 1,000,125,739	P 57,145,235	P 82,372,603,562	P 1,613,840,000	P 235,885,571,362	P 237,499,411,362	P 350,643,577,638	P 482,872,307,441
As of January 1, 2025, as previously stated	P 10,269,827,079	P 34,518,916,029	(P 16,554,828,007)	(P 155,156,070)	P 397,109,832	(P 3,661,586,830)	(P 37,127,353)	P -	P 620,625,162	P 62,781,187,405	P 5,802,840,000	P 200,391,185,879	P 206,194,025,879	P 294,373,193,126	P 415,725,264,541
Transactions with owners:															
Change in percentage of ownership	-	-	-	-	-	-	-	-	-	952,151,030	-	-	-	952,151,030	1,942,080,441
Acquisition of treasury shares	-	-	(735,259,294)	-	-	-	-	-	-	-	-	-	(735,259,294)	-	(735,259,294)
Dividend paid by investee	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,358,693,081)	(1,358,693,081)
Cash dividends declared	-	-	-	-	-	-	-	-	-	-	-	(90,250,000)	(90,250,000)	-	(90,250,000)
Acquisition and incorporation of new subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	20,000,000	20,000,000
Share-based compensation	-	-	-	-	-	-	-	-	-	-	-	-	-	4,165,762	4,165,762
Effect of deconsolidation	-	-	-	(258,300,644)	(44,990,524)	-	-	-	-	(32,289,581)	-	227,960,587	227,960,587	(107,620,164)	(6,955,880,184)
	-	-	(735,259,294)	(258,300,644)	(44,990,524)	-	-	-	-	919,861,447	-	137,710,587	137,710,587	19,921,572	(7,132,857,928)
Changes in legal reserves during the year	-	-	-	-	-	-	-	-	-	290,667,278	-	(120,162,483)	(120,162,483)	161,504,795	161,504,795
Reversal of appropriation	-	-	-	-	-	-	-	-	-	-	(122,000,000)	122,000,000	-	-	-
Total comprehensive income (loss)	-	-	-	83,007,132	235,087,594	107,814,988	57,062,392	-	-	-	-	14,030,717,266	14,030,717,266	14,523,589,372	5,102,099,155
Balance at June 30, 2025	P 10,269,827,079	P 34,518,916,029	(P 17,290,088,201)	(P 330,449,582)	P 587,206,902	(P 3,553,571,842)	P 20,835,039	P -	P 620,625,162	P 63,991,716,130	P 5,680,840,000	P 214,561,451,249	P 220,242,291,249	P 309,077,308,865	P 428,338,621,507

See Notes to Interim Consolidated Financial Statements.

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Amounts in Philippine Pesos)
(UNAUDITED)

	<u>2026</u>	<u>2025</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	P 19,164,940,037	P 22,828,550,764
Adjustments for:		
Interest expense	5,717,126,122	5,878,294,936
Depreciation and amortization	4,653,401,237	5,055,343,239
Interest income	(1,349,666,064)	(1,607,427,327)
Unrealized foreign currency loss (gain) - net	795,399,577	(1,011,164,629)
Share in net profits of associates and joint ventures	(711,692,301)	(334,394,065)
Dividend income	(81,302,759)	(15,261,249)
Impairment loss on inventories	46,469,752	5,604,275
Reversal of impairment losses on receivables	(10,809,530)	(29,885,341)
Stock option benefit expense	4,727,935	4,165,762
Net loss on disposal of assets	1,502,835	20,795,115
Gain on sale of investments in an associate	1,217,160	-
Gain from derecognition of right-of-use assets and lease liabilities	-	(10,534,761)
Gain on deconsolidation	-	(3,428,117,621)
Reversal of provision	-	(37,000,000)
Operating profit before working capital changes	28,231,314,001	27,318,969,098
Decrease in trade and other receivables	8,872,624,897	1,005,183,133
Increase in contract assets	(765,775,013)	(6,796,891,884)
Increase in financial assets at fair value through profit or loss	(186,275,638)	142,384,645
Increase in inventories	(2,717,932,250)	(403,424,880)
Decrease (increase) in advances to landowners and joint ventures	1,501,170,713	(610,179,282)
Increase in other current assets	(1,142,402,242)	(1,610,146,184)
Increase (decrease) in trade and other payables	(2,527,493,104)	7,754,955,550
Increase in contract liabilities	136,129,367	95,576,176
Increase in retirement benefit obligation	49,661,989	58,206,449
Decrease in other current liabilities	(1,487,296,251)	(1,760,720,961)
Decrease in other non-current liabilities	(694,530,312)	(899,309,229)
Cash generated from operations	29,269,196,157	24,294,602,631
Cash paid for taxes	(2,534,790,715)	(2,046,294,379)
Net Cash From Operating Activities	<u>26,734,405,442</u>	<u>22,248,308,252</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisitions of:		
Property, plant and equipment	(6,848,655,171)	(6,730,924,044)
Investment properties	(2,236,164,458)	(2,511,986,472)
Intangible assets	(1,529,579)	(404,431,425)
Increase in other non-current assets	(1,528,228,492)	(10,458,721,316)
Interest received	855,229,977	889,782,959
Additional advances granted to associates and other related parties	(343,608,013)	(1,945,854,828)
Cash dividends received	81,302,759	15,261,249
Proceeds from disposal of property, plant and equipment	42,991,913	261,223,396
Collection of advances to associates and other related parties	103,726,306	252,042,756
Sale of an investment in an associate	13,482,840	-
Cash of deconsolidated subsidiary	-	(5,224,603,868)
Net Cash Used in Investing Activities	<u>(9,861,451,918)</u>	<u>(25,858,211,593)</u>

	<u>2026</u>	<u>2025</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from interest-bearing loans	45,790,737,567	18,458,476,155
Payment of interest-bearing loans and bonds	(39,279,052,775)	(18,239,188,488)
Interest paid	(8,791,309,868)	(9,477,453,174)
Cash dividends declared and paid to non-controlling interest	(1,504,368,240)	(1,358,693,081)
Dividends paid	(867,932,918)	(1,082,600,598)
Acquisition of treasury shares	(784,084,836)	(735,259,294)
Advances collected and received from related parties	297,248,150	73,286,680
Advances paid to related parties	(213,156,938)	(44,405,768)
Exercise of share options	79,100,000	-
Payment of lease liabilities	(6,518,499)	(466,797,146)
Net Cash Used in Financing Activities	(5,279,338,357)	(12,872,634,714)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	11,593,615,167	(16,482,538,055)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	<u>47,370,541,026</u>	<u>60,602,840,049</u>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>P 58,964,156,193</u>	<u>P 44,120,301,994</u>

See Notes to Interim Consolidated Financial Statements.

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(With Comparative Figures as of December 31, 2025)
(Amounts in Philippine Pesos)
(Unaudited)

1. CORPORATE INFORMATION

1.1 General Information

Alliance Global Group, Inc. (the “Company”, “Parent Company”, or “AGI”) was registered with the Philippine Securities and Exchange Commission (“SEC”) on October 12, 1993 and listed its shares in the Philippine Stock Exchange (“PSE”) on April 19, 1999.

Currently, AGI and its subsidiaries, associates and joint ventures (collectively referred to as the “Group”) operate businesses in real estate property development, tourism, entertainment and gaming, food and beverage, and quick-service restaurants under the following entities (see Note 4):

Subsidiaries/Associates/Joint Ventures	Short Name	Notes	Percentage of Effective Ownership of AGI	
			June 2026	December 2025
<i>Subsidiaries</i>				
Megaworld and subsidiaries				
Megaworld Corporation	MEG or Megaworld	(a)	74%	74%
Megaworld Resort Estates, Inc.		(b)	87%	87%
Townsquare Development, Inc.			52%	52%
Golden Panda-ATI Realty Corporation			52%	52%
Arcovia Properties, Inc.	API		74%	74%
Belmont Newport Luxury Hotels, Inc.			74%	74%
Davao Park District Holdings Inc.			74%	74%
Eastwood Cyber One Corporation	ECOC		74%	74%
Global One Integrated Business Services, Inc.			74%	74%
Hotel Lucky Chinatown, Inc.			74%	74%
Landmark Seaside Properties, Inc.			74%	74%
Luxury Global Hotels and Leisures, Inc.			74%	74%
Luxury Global Malls, Inc.			74%	74%
Mactan Oceanview Properties and Holdings, Inc.			74%	74%
Megaworld Cayman Islands, Inc.		(c)	74%	74%
Megaworld Cebu Properties, Inc.			74%	74%
Megaworld Land, Inc.			74%	74%
City Walk Building Administration, Inc.			74%	74%
Forbestown Commercial Center Administration, Inc.			74%	74%
Iloilo Center Mall Administration, Inc.			74%	74%
Newtown Commercial Center Administration, Inc.			74%	74%
Paseo Center Building Administration, Inc.			74%	74%
San Lorenzo Place Commercial Center Administration, Inc.			74%	74%

Subsidiaries/Associates/Joint Ventures	Short Name	Notes	Percentage of Effective Ownership of AGI	
			June 2026	December 2025
Subsidiaries				
Megaworld and subsidiaries (continued)				
Southwoods Lifestyle Mall Management, Inc.			74%	74%
Cityfront Commercial Center Administration, Inc.			74%	74%
Uptown Commercial Center Administration, Inc.			74%	74%
Valley Peaks Property Management, Inc.			74%	74%
Westside Commercial Center Administration, Inc.	WCCAI		74%	74%
Megaworld Newport Property Holdings, Inc.			74%	74%
Megaworld Oceantown Properties, Inc.	MOPI		74%	74%
Piedmont Property Ventures, Inc.			74%	74%
Prestige Hotels and Resorts, Inc.	PHRI		74%	74%
Richmonde Hotel Group International Ltd.	RHGI	(d)	74%	74%
Megaworld San Vicente Coast, Inc.	MSVCI		74%	74%
Savoy Hotel Manila, Inc.			74%	74%
Savoy Hotel Mactan, Inc.			74%	74%
Kingsford Hotel Manila, Inc.			74%	74%
Agile Digital Ventures, Inc.			74%	74%
MREIT Fund Managers, Inc.	MFMI	(n)	74%	74%
MREIT Property Managers, Inc.	MPMI	(n)	74%	74%
MREIT, Inc.	MREIT	(n)	41%	41%
Belmont Hotel Mactan, Inc.			74%	74%
Grand Westside Hotel, Inc.			74%	74%
Stonehaven Land, Inc.			74%	74%
Streamwood Property, Inc.			74%	74%
Megaworld Bacolod Properties, Inc.	MBPI		68%	68%
Manila Bayshore Property Holdings, Inc.	MBPHI		70%	70%
Megaworld Capital Town, Inc.	MCTI		57%	57%
Megaworld Central Properties, Inc.			57%	57%
Soho Cafe and Restaurant Group, Inc.			56%	56%
La Fuerza, Inc.	LFI		50%	49%
Megaworld-Daewoo Corporation			45%	44%
Northwin Properties, Inc.			45%	44%
Gilmore Property Marketing Associates, Inc.			39%	39%
Integrated Town Management Corporation			37%	37%
Maple Grove Land, Inc.			37%	37%
Megaworld Globus Asia, Inc.	MGAI		37%	37%
Uptown Place Building Administration Inc.		(o, p)	74%	74%
Alliance Global Tower Building Administration Inc.		(o, p)	74%	74%
Eastwood Global Plaza Corporate Tower Building Administration, Inc.		(o, p)	74%	74%
Global One Building Administration, Inc.		(o, p)	74%	74%
1 Campus Place Building Administration, Inc.		(o, p)	74%	74%
Mckinley West Campus Building Administration, Inc.		(o, p)	74%	74%
Technoplaza Two Building Administration, Inc.		(o, p)	74%	74%
8CP Building Administration, Inc.		(o, p)	74%	74%
CIP Building Administration, Inc.		(o, p)	74%	74%
Enterprise Two Building Administration, Inc.		(o, p)	74%	74%
Newtown Conventions and Events, Inc.		(o, p)	74%	74%
Venetian Properties, Inc.	VPI	(q)	74%	74%
Titan Dragon Properties, Corp.	TDPC	(q)	37%	37%
Embassy Hills Properties, Inc.	EHPI	(q)	37%	37%
Belmont Luxury Hotel Iloilo, Inc.			74%	74%
International Finance Center Building Administration Inc.		(p)	74%	-
Worldwide Plaza Building Administration Inc.		(p)	74%	-
Suntrust Properties, Inc.	SPI		74%	74%
Governor's Hills Science School, Inc.			74%	74%
Sunrays Property Management, Inc.			74%	74%
Suntrust Ecotown Developers, Inc.	SEDI		74%	74%
Suntrust One Shanata, Inc.			74%	74%
Suntrust Two Shanata, Inc.			74%	74%
Stateland, Inc.	STLI		73%	73%

Subsidiaries/Associates/Joint Ventures	Short Name	Notes	Percentage of Effective Ownership of AGI	
			June 2026	December 2025
Subsidiaries				
Megaworld and subsidiaries (continued)				
Global-Estate Resorts, Inc.	GERI	(e)	61%	61%
Southwoods Mall Inc.			68%	68%
Elite Club & Leisure Inc.	ECLI		61%	61%
Integrated Resorts Property Management, Inc.	IRPMI		61%	61%
Chancellor Hotel Boracay, Inc.			61%	61%
Twin Lakes Corporation	TLC		68%	68%
Twin Lakes Hotel, Inc.			68%	68%
Megaworld Global-Estate, Inc.			67%	66%
Global-Estate Golf and Development, Inc.	GEGDI		61%	61%
Golforce, Inc.			61%	61%
Southwoods Ecocentrum Corp.			37%	37%
Philippine Aquatic Leisure Corp			37%	37%
Global-Estate Properties, Inc.			61%	61%
Aklan Holdings Inc.			61%	61%
Blue Sky Airways, Inc.			61%	61%
Fil-Estate Subic Development Corp.			61%	61%
Fil-Power Concrete Blocks Corp.			61%	61%
Fil-Power Construction Equipment Leasing Corp.			61%	61%
Golden Sun Airways, Inc.			61%	61%
La Compañía De Sta. Barbara, Inc.			61%	61%
MCX Corporation			61%	61%
Pioneer L-5 Realty Corp.			61%	61%
Prime Airways, Inc.			61%	61%
Sto. Domingo Place Development Corp.			61%	61%
Fil-Estate Industrial Park, Inc.			48%	48%
Sherwood Hills Development Inc.			34%	34%
Fil-Estate Urban Development Corp.			61%	61%
Global Homes and Communities, Inc.			61%	61%
Savoy Hotel Boracay, Inc.			61%	61%
Belmont Hotel Boracay, Inc.			61%	61%
Novo Sierra Holdings Corp.			61%	61%
Elite Communities Property Services, Inc.			61%	61%
Oceanfront Properties, Inc.			31%	31%
Empire East Land Holdings, Inc.	EELHI		61%	61%
Sonoma Premier Land, Inc.		(f)	76%	76%
Pacific Coast Mega City, Inc.	PCMI		78%	78%
Valle Verde Properties, Inc.			61%	61%
Laguna BelAir Science School, Inc.	LBASSI		44%	44%
20th Century Nylon Shirt, Inc.			61%	61%
Eastwood Property Holdings, Inc.			61%	61%
Empire East Communities, Inc.			61%	61%
Sherman Oak Holdings, Inc.			61%	61%
Emperador and subsidiaries				
Emperador Inc.	EMI or Emperador		75%	79%
Emperador Distillers, Inc.	EDI		75%	79%
Alcazar de Bana Holdings Company, Inc.			75%	79%
ProGreen AgriCorp, Inc.	PAI		75%	79%
South Point Science Park, Inc.			75%	79%
Ocean One Transport Inc.			75%	79%
Anglo Watsons Glass, Inc.	AWGI		75%	79%
Cocos Vodka Distillers Philippines, Inc.			75%	79%
The Bar Beverage, Inc.			75%	79%
Tradewind Estates, Inc.	TEI		75%	79%
BoozyLife, Inc.			65%	69%
Zabana Rum Company Inc.			75%	79%
The World's Finest Liquor Inc.	World's Finest		75%	79%
Emperador International Ltd.	EIL	(d)	75%	79%
Emperador Asia Pte Ltd.	EA	(h)	75%	79%
Grupo Emperador Spain, S.A.	GES	(h)	75%	79%
Bodega San Bruno, S.L.	BSB	(h)	75%	79%
Bodegas Fundador, S.L.U.	BFS	(h)	75%	79%

Subsidiaries/Associates/Joint Ventures	Short Name	Notes	Percentage of Effective Ownership of AGI	
			June 2026	December 2025
Subsidiaries				
Emperador and subsidiaries (continued)				
Harvey’s Cellars S.L.U	HCS	(h)	75%	79%
Grupo Emperador Gestion S.L.	GEG	(h)	75%	79%
Domecq Bodega Las Copas, S.L.	DBLC	(g)	37%	40%
Stillman Spirits, S.L.	SSSL	(h)	75%	79%
Pedro Domecq S.A. de C.V.	PDSC	(g)	37%	40%
Destileria Los Danzantes S.A. de C.V.	Los Danzantes	(g, s)	22%	24%
Emperador Europe SARL	EES	(h)	75%	79%
Emperador Holdings (GB) Limited	EGB	(h)	75%	79%
Emperador UK Limited	EUK	(h)	75%	79%
Whyte and Mackay Global Limited	WMGL	(h)	75%	79%
Whyte and Mackay Group Limited	WMG	(h)	75%	79%
Whyte and Mackay Limited	WML	(h)	75%	79%
Whyte and Mackay Warehousing Ltd.	WMWL	(h)	75%	79%
Travellers and subsidiaries				
Travellers International Hotel Group Inc.	Travellers	(i)	60%	60%
APEC Assets Limited			60%	60%
Aquamarine Delphinium Leisure and Recreation Corporation			60%	60%
Boracay Newcoast Hotel Group, Inc.	BNHGI	(t)	60%	60%
Bright Pelican Leisure and Recreation, Inc.			60%	60%
Brightleisure Management, Inc.			60%	60%
Brilliant Apex Hotels and Leisure Corporation			60%	60%
Coral Primrose Leisure and Recreation Corporation			40%	40%
Deluxe Hotels and Recreation, Inc.	DHRI		60%	60%
Entertainment City Integrated Resorts & Leisure, Inc.			60%	60%
FHTC Entertainment & Productions, Inc.	FHTC		60%	60%
Golden Peak Leisure and Recreation, Inc.			60%	60%
Grand Integrated Hotels and Recreation, Inc.			60%	60%
Grandservices, Inc.			60%	60%
Grandventure Management Services, Inc.			60%	60%
Lucky Star Hotels and Recreation, Inc.	LSHRI		60%	60%
Lucky Panther Amusement and Leisure Corporation			60%	60%
Luminescent Vertex Hotels and Leisure Corporation			60%	60%
Newport World Gaming Solutions, Inc. [formerly “Magenta Centaurus Amusement and Leisure Corporation”]			60%	60%
Manhattan Resorts Inc.			60%	60%
Majestic Sunrise Leisure & Recreation, Inc.			60%	60%
Netdeals, Inc.			60%	60%
NWR Plus Digital Solutions Inc. (NPDSI) [formerly “Agile Fox Amusement and Leisure Corporation”]			36%	36%
Newport Star Lifestyle, Inc.			60%	60%
NewportVMX Entertainment, Inc.	NEI	(o)	60%	60%
Royal Bayshore Hotels & Amusement, Inc.			60%	60%
Sapphire Carnation Leisure and Recreation Corporation			32%	32%
Scarlet Milky Way Amusement and Leisure Corporation			60%	60%
Sparkling Summit Hotels and Leisure Corporation			60%	60%
Valiant Leopard Amusement and Leisure Corporation			60%	60%
Vermillion Triangulum Amusement and Leisure Corporation			60%	60%
Westside City, Inc.	WCI	(j, u)	59%	59%
Westside Bayshore Holdings Corporation	WBHC	(o, v)	36%	36%
Westside Theatre Inc.			60%	60%
Entertainment City Resorts Corporation	ECRC	(v)	-	36%

Subsidiaries/Associates/Joint Ventures	Short Name	Notes	Percentage of Effective Ownership of AGI	
			June 2026	December 2025
Subsidiaries				
Corporate and Others				
Alliance Global Brands, Inc.			100%	100%
McKester Pik-nik International Limited	MPIL	(d)	100%	100%
Great American Foods, Inc.		(k)	100%	100%
New Town Land Partners, Inc.	NTLPI		100%	100%
Alliance Global Group Cayman Islands, Inc.	AG Cayman	(c)	100%	100%
Boracay Newcoast Resorts, Inc.			100%	100%
Dew Dreams International, Inc.			100%	100%
First Centro, Inc.	FCI		100%	100%
ERA Real Estate Exchange, Inc.			100%	100%
Oceanic Realty Group International, Inc.	ORGII		100%	100%
Global One Hotel Group, Inc.	GOHGI	(r)	100%	100%
Greenspring Investment Holdings Properties Ltd.		(d)	100%	100%
Alliance Global-Infracorp Development, Inc.	Infracorp		100%	100%
Shiok Success International, Inc.			100%	100%
Travellers Group Ltd.		(d)	100%	100%
Venezia Universal Ltd.		(d)	100%	100%
Adams Properties, Inc.	Adams		60%	60%
Newport World Resort Properties, Inc.	NWRPI		97%	96%
Entertainment City Resorts Corporation	ECRC	(v)	68%	-
Associates				
First Premiere Arches Restaurant Inc.	FPARI		-	49%
Bonifacio West Development Corporation	BWDC		34%	34%
Golden Arches Development Corporation	GADC		49%	49%
Palm Tree Holdings and Development Corporation	PTHDC		30%	30%
Fil-Estate Network, Inc.	FENI		12%	12%
Fil-Estate Sales, Inc.	FESI		12%	12%
Fil-Estate Realty and Sales Associates, Inc.	FERSAI		12%	12%
Fil-Estate Realty Corp.	FERC		12%	12%
Nasugbu Properties, Inc.	NPI		9%	9%
Advance Food Concepts Manufacturing, Inc.	AFCMI		49%	49%
Joint Ventures				
Bodegas Las Copas, S.L.	BLC	(l)	37%	40%
Front Row Theatre Management, Inc.	FRTMI	(m)	30%	30%

Explanatory notes:

- AGI's effective ownership interest is calculated based on its direct ownership, as well as its direct holdings in FCI and NTLPI. As of June 30, 2026 and 2025, these interests were 54%, 3%, and 17%, respectively.
- AGI and Megaworld directly own 49% and 51%, respectively.
- Foreign subsidiaries operating under the laws of the Cayman Islands.
- Foreign subsidiaries operating under the Business Companies Act of the British Virgin Islands ("BVI").
- AGI's effective ownership interest represents its indirect holdings through Megaworld, which owns 83% of GERI as of June 30, 2026 and December 31, 2025.
- A subsidiary through 60% and 40% direct ownership of EELHI and FCI, respectively.
- DBLC, a subsidiary of GES, is operating under the laws of Spain and its subsidiary PDSC and Los Danzantes (a subsidiary of PDSC) is operating under the laws of Mexico.
- Subsidiaries under EIL. EA is operating under the laws of Singapore while GES and its subsidiaries BSB, BFS, GEG, DBLC, SSSL and HCS (a subsidiary of BFS) are operating under the laws of Spain. EES is operating under the laws of Luxembourg. EGB (the ultimate UK parent) is operating under the laws of England and Wales. EUK, WMG, WML, WMWL and WMGL are operating under the laws of Scotland. EA, EES and EGB are direct subsidiaries of EIL.
- Effective ownership is based on total voting rights of both common and preferred shares held by the Group— 33% by AGI, 2% by FCI, 2% by Megaworld, and 39% by Adams [24% by Genting Hongkong Limited ("GHL") and negligible by the public]. As for Travellers' common shares, 42% are directly owned by AGI, 4% by FCI, 3% by Megaworld, 20% by Adams, 31% by GHL and less than 1% by the public.
- AGI's effective ownership is through 1% direct ownership, 57% through 95% ownership of Travellers, and 1% through ownership of other subsidiaries within the Group (i.e., FCI, Megaworld and Adams).
- Foreign subsidiary of MPIL operating under the laws of United States of America.
- A foreign joint venture under GES.
- A joint venture through FHTC.

- (n) MFMI is engaged in the business of providing fund management services to real estate investment trust ("REIT") companies. MPMI is engaged in the business of providing services in relation to property management, lease management, marketing and project management. MREIT is engaged in the business of real estate investment trust, as provided under Republic Act No. 9856, *the Real Estate Investment Trust Act of 2009*, including its implementing rules and regulations, and other applicable law.
- (o) Newly incorporated subsidiaries in 2025.
- (p) These were incorporated to engage in operations, maintenance, and administration of various offices.
- (q) In 2025, Megaworld acquired 100% ownership over VPI. The acquisition was accounted for as an asset acquisition. As a result of the acquisition, TDPC and EHPI, which were existing subsidiaries of VPI prior to the acquisition, became indirect subsidiaries of Megaworld.
- (r) In 2025, Megaworld transferred its ownership interest in GOHGI to ORGII, a wholly owned subsidiary of FCI, which in turn is a wholly owned subsidiary of AGI. Thus, GOHGI became an indirect wholly owned subsidiary of AGI through FCI. Prior to this transfer, AGI held an effective beneficial ownership of 74% through MEG. The transaction represents a strategic corporate alignment within the Group involving entities under common control. Accordingly, the transaction is outside the scope of PFRS 3, *Business Combinations*. In accordance with PFRS 10, *Consolidated Financial Statements*, changes in parent's ownership interest in a subsidiary that do not result in loss of control are accounted for as equity transactions. There is no impact nor change on the consolidated assets, liabilities, and profit or loss of AGI, as control over GOHGI remains with the Group, and the transaction resulted only in the derecognition of the non-controlling interest, with the difference between the consideration from the transfer and the carrying amount of the non-controlling interest recognized as an adjustment within equity.
- (s) In 2025, Emperador acquired control of Los Danzantes by obtaining 60% ownership interest through previous acquisition of shares from minority shareholders and a subsequent capital increase. The acquisition is accounted for as a business combination under the acquisition method. Los Danzantes owns the premium mezcal brands Los Danzantes, Alipús and Encantado, which are exported to over 20 countries. As part of the acquisition structure, the shareholders' agreement includes a put option granted to the remaining shareholders over their 40% equity interest. The put option may be exercised within the contractually agreed exercise period. If exercised, the Group is obliged to acquire the shares for cash.
- (t) BNHGI is a wholly owned subsidiary acquired in 2025 by Travellers. It is established to acquire, own, lease, improve, develop, encumber, exchange, dispose of, hold for investment, operate and manage hotels, apartments, inns and other accommodation and lodging activities. BNHGI has not yet started commercial operations as of June 30, 2026. The acquisition was accounted for as an asset acquisition as management determined that BNHGI does not constitute a business at acquisition date, as it does not have substantive processes or an organized workforce and primarily comprises assets.
- (u) Established to primarily engage in the business of hotels, restaurants, leisure parks, entertainment centers and other related businesses which include holding investments in and opening casinos and other gaming activities as part of its main operations. WCI has three wholly owned subsidiaries namely, Purple Flamingos Amusement and Leisure Corporation ("PFALC"), Red Falcon Amusement and Leisure Corporation ("RFALC"), and Captain View Group Limited ("Captain View"). Captain View is a foreign entity incorporated in the British Virgin Islands and is engaged in rendering of consultancy and advisory services, among others. PFALC and RFALC have not yet started commercial operations as of June 30, 2026.
- (v) Travellers holds 600,000 shares, which represents 60% direct ownership to WBHC. These shares were subscribed for a total consideration of P1.2 billion. WBHC directly owns 49% and 100% of ECRC as of June 30, 2026 and December 31, 2025, respectively. WBHC is established to subscribe for, hold, assign, or otherwise dispose of property, including shares of stock, notes, and other securities of any corporation, while ECRC was established to acquire, purchase, develop, operate, dispose of, or hold for investment in the business of hotels, inns, apartments, private clubs, leisure parks and other leisure-oriented establishments. These entities have not yet started commercial operations as of June 30, 2026. There is no impact nor change on the consolidated assets, liabilities, and profit or loss of AGI, as control over ECRC remains with the Group, and the transaction resulted only in the derecognition of the non-controlling interest, with the difference between the consideration from the transfer and the carrying amount of the non-controlling interest recognized as an adjustment within equity.

The Company, its subsidiaries, associates and joint ventures are incorporated and operating in the Philippines, except for such foreign subsidiaries and a joint venture as identified in the preceding table (see explanatory notes c, d, g, h, k, and l above).

AGI's shares of stock and those of Megaworld, EMI, GERI, EELHI and MREIT are listed in and traded through the PSE as of June 30, 2026. EMI's shares were secondary listed and started trading on the Main Board of the Singapore Exchange Securities Trading Limited on July 14, 2022.

The principal activities of the Group are further described in Note 4.

The Company's registered office and primary place of business is located at 7th Floor, 1880 Eastwood Avenue, Eastwood City CyberPark, 188 E. Rodriguez, Jr. Avenue, Bagumbayan, Quezon City.

The Board of Directors (“BOD”) approved on August 14, 2026 the release of the interim consolidated financial statements (“ICFS”) of the Group as of and for the six months ended June 30, 2026 (including the comparative financial statements as of December 31, 2025, and for the six months ended June 30, 2025).

2. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies that have been used in the preparation of these financial statements are summarized below and in the succeeding page. The policies have been consistently applied to all the periods presented, unless otherwise stated.

2.1 *Basis of Preparation of Interim Consolidated Financial Statements*

(a) *Statement of Compliance with Philippine Financial Reporting Standards*

These ICFS have been prepared in accordance with Philippine Accounting Standard (“PAS”) 34, *Interim Financial Reporting*. They do not include all of the information required in annual financial statements in accordance with Philippine Financial Reporting Standards (“PFRS”) Accounting Standards, and should be read in conjunction with the Group’s audited consolidated financial statements (“ACFS”) as of and for the year ended December 31, 2025.

The ICFS are presented in Philippine pesos, the Company’s functional and presentation currency, and all values represent absolute amounts except when otherwise indicated.

Items included in the ICFS of the Group are measured using the Company’s functional currency. Functional currency is the currency of the primary economic environment in which the Company operates.

The presentation of the ICFS is consistent with the most recent ACFS presentation.

The Group presents all items of income and expense in a single consolidated statement of comprehensive income.

2.2 *Adoption of Amended PFRS Accounting Standards*

(a) *Effective in 2026 that are Relevant to the Group*

The Group adopted for the first time the following amendments and improvements to existing standards, which are effective for annual periods beginning on or after January 1, 2026; and unless otherwise indicated, none of these are expected to have significant impact on the Group’s ICFS:

- (i) PFRS 9 and PFRS 7 (Amendments), *Financial Instruments, and Financial Instruments: Disclosures – Amendments to the Classification and Measurement of Financial Instruments*
- (ii) PFRS 9 and PFRS 7 (Amendments), *Financial Instruments, and Financial Instruments: Disclosures – Amendments to Contracts Referencing Nature-dependent Electricity*

- (iii) Annual Improvements of PFRS Accounting Standards – Volume 11 (Amendments on PFRS 1, PFRS 7, PFRS 9, PFRS 10, and PAS 7). The publication is a collection of amendments to PFRS Accounting Standards discussed by the IASB during the current project cycle for annual improvements.

(b) *Effective Subsequent to 2026 but not Adopted Early*

There are new standards and amendments to existing standards effective for annual periods subsequent to 2026, which are adopted by the FSRSC. Management will adopt the following relevant pronouncements in accordance with their transitional provisions:

- (i) PFRS 18, *Presentation and Disclosure in Financial Statements* (effective from January 1, 2027). The new standard impacts the classification of profit or loss items (i.e., into operating, investing and financing categories) and the presentation of subtotals in the statement of profit or loss (i.e., operating profit and profit before financing and income taxes). The new standard also changes the aggregation and disaggregation of information presented in the primary financial statements and in the notes. It also introduces required disclosures about management-defined performance measures. The amendments, however, do not affect how an entity recognizes and measures its financial condition, financial performance and cash flows.
- (ii) PFRS 10 and PAS 28 (Amendments), *Consolidated Financial Statements and Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture* (effective date deferred indefinitely).

3. JUDGMENTS AND ESTIMATES

The preparation of the Group's ICFS in accordance with PFRS Accounting Standards requires management to make judgments, estimates and assumptions that affect the policies applied and amounts reported in the ICFS and related explanatory notes. Judgments and estimates are based on historical experience and management's best knowledge of current events and actions, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may ultimately differ from these estimates. There were no changes in estimates of amounts reported in prior financial years that have a material effect in the current interim period.

The Group performed its annual impairment test of goodwill and trademarks with indefinite useful lives at year-end and when circumstances indicate the carrying value may be impaired. The Group's impairment test for goodwill arising from business combination and other intangible assets is based on value-in-use calculations. The Group monitors goodwill and trademarks with indefinite useful lives on the cash generating units to which these assets were allocated and considers the relationship between the market capitalization of the subsidiaries and its net book value, among other factors, when reviewing for indicators of impairment. The Group's management assessed that as at and for the six months ended June 30, 2026 and as at December 31, 2025, goodwill arising from business combination and other intangible assets with indefinite useful lives are not impaired.

Aside from the foregoing, the judgments, estimates and assumptions applied in the ICFS, including the key sources of estimation uncertainty, were the same as those applied in the ACFS as at and for the year ended December 31, 2025.

4. SEGMENT INFORMATION

4.1 *Business Segments*

The Group is organized into major business segments, which are the major subsidiaries of the Group. These represent the main products and services provided by the Group and the line of business in which the Group operates.

Presented below is the basis of the Group in reporting its primary segment information.

- (a) The *Megaworld* segment consists of development of real estate, integrated resorts, leasing of properties and hotel operations business which is primarily undertaken by Megaworld and subsidiaries, the Group's forerunner in the real estate industry.
- (b) The *Emperor* segment refers to the manufacture and distribution of distilled spirits, including the production of glass containers, which is undertaken by Emperor and subsidiaries.
- (c) The *Travellers* segment relates to tourism-oriented business that integrates entertainment, hospitality and leisure, including gaming, as that of Newport World Resorts, which is operated by Travellers and subsidiaries.

The Group disaggregates revenues recognized from contracts with customers into these segments that depict how the nature, amount, timing and uncertainty of revenue and cash flows are affected by economic factors. This same disaggregation is used in earnings releases, annual reports and investor presentations.

4.2 *Segment Assets and Liabilities*

Segment assets are allocated based on their physical location and use or direct association with a specific segment and they include all operating assets used by a segment and consist principally of operating cash and cash equivalents, trade and other receivables, contract assets, inventories, property, plant and equipment, intangible assets and investment properties. Segment liabilities include all operating liabilities and consist principally of trade and other payables, contract liabilities, lease liabilities, interest-bearing loans and bonds payable.

4.3 *Intersegment Transactions*

Segment revenues, expenses and performance include sales and purchases between business segments. Such sales and purchases are eliminated in consolidation.

4.4 Analysis of Segment Information

Segment information can be analyzed as follows for the six months ended June 30, 2026 and 2025.

<i>(Amounts in PHP)</i>	For six months ended June 30, 2026 (Unaudited)			
	Megaworld	Travellers	Emperador	Total
REVENUES AND INCOME				
Sales to external customers	42,090,276,530	15,245,537,910	28,807,375,969	86,143,190,409
Intersegment sales	81,083,491	408,464,302	32,841,003	522,388,796
Finance and other income	2,065,261,646	31,796,327	754,794,749	2,851,852,722
Segment revenues and income	44,236,621,667	15,685,798,539	29,595,011,721	89,517,431,927
Cost of sales and expenses excluding depreciation and amortization	(23,684,175,304)	(11,231,043,669)	(23,253,416,130)	(58,168,635,103)
	20,552,446,363	4,454,754,870	6,341,595,591	31,348,796,824
Depreciation and amortization	(1,948,512,958)	(1,863,906,709)	(865,761,422)	(4,678,181,089)
Finance cost and other charges	(3,253,793,932)	(2,032,792,420)	(1,110,114,916)	(6,396,701,268)
Profit before tax	15,350,139,473	558,055,741	4,365,719,253	20,273,914,467
Tax expense	(2,590,093,060)	(18,341,549)	(468,061,888)	(3,076,496,497)
SEGMENT PROFIT	12,760,046,413	539,714,192	3,897,657,365	17,197,417,970
OTHER SEGMENT INFORMATION				
Share in net profit of associates and joint ventures	33,917,088	5,437,914	56,917,800	96,272,802
SEGMENT ASSETS AND LIABILITIES				
Segment assets	498,618,443,678	131,282,627,424	180,365,381,227	810,266,452,329
Segment liabilities	162,922,791,726	88,854,028,590	62,730,477,658	314,507,297,974

	For six months ended June 30, 2025 (Unaudited)				
<i>(Amounts in PHP)</i>	Megaworld	Travellers	GADC (up to March 16, 2025)	Emperador	Total
REVENUES AND INCOME					
Sales to external customers	40,917,305,971	15,137,892,773	10,012,898,719	26,727,346,476	92,795,443,939
Intersegment sales	164,222,337	1,258,143	-	31,579,486	197,059,966
Finance and other income	1,957,524,382	533,715,036	40,789,669	1,440,038,469	3,972,067,556
Segment revenues and income	43,039,052,690	15,672,865,952	10,053,688,388	28,198,964,431	96,964,571,461
Cost of sales and expenses excluding depreciation and amortization	(23,678,164,535)	(11,220,058,780)	(8,598,094,970)	(21,570,581,430)	(65,066,899,715)
	19,360,888,155	4,452,807,172	1,455,593,418	6,628,383,001	31,897,671,746
Depreciation and amortization	(1,800,950,638)	(1,859,224,164)	(696,800,373)	(1,083,388,929)	(5,440,364,104)
Finance cost and other charges	(2,532,322,563)	(2,231,279,160)	(266,506,850)	(853,292,469)	(5,883,401,042)
Profit before tax	15,027,614,954	362,303,848	492,286,195	4,691,701,603	20,573,906,600
Tax expense	(2,938,389,267)	(36,006,446)	(212,831,949)	(394,301,922)	(3,581,529,584)
SEGMENT PROFIT	<u>12,089,225,687</u>	<u>326,297,402</u>	<u>279,454,246</u>	<u>4,297,399,681</u>	<u>16,992,377,016</u>
OTHER SEGMENT INFORMATION					
Share in net profit (loss) of associates and joint ventures	<u>(47,835,176)</u>	<u>(12,121)</u>	<u>-</u>	<u>26,957,979</u>	<u>(20,889,318)</u>

The following presents the segment assets and liabilities of the Group as of December 31, 2025 (audited):

SEGMENT ASSETS AND LIABILITIES					
Segment assets	485,117,037,202	151,757,772,695	-	175,878,623,827	812,753,433,724
Segment liabilities	168,205,769,057	103,488,882,513	-	62,710,179,561	334,404,831,131

4.5 Reconciliations

Presented below is a reconciliation of the Group's segment information to the key financial information presented in its ICFS.

<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
Revenues and income		
Total segment revenues and income	89,517,431,927	96,964,571,461
Unallocated corporate revenue	925,701,792	4,148,834,921
Elimination of intersegment revenues	(522,388,796)	(197,059,966)
Revenues as reported in interim consolidated statements of comprehensive income	89,920,744,923	100,916,346,416
Profit or loss		
Segment operating profit	17,197,417,970	16,992,377,016
Unallocated corporate loss	(637,492,884)	2,427,608,972
Elimination of intersegment revenues	(522,388,796)	(197,059,966)
Profit as reported in interim consolidated statements of comprehensive income	16,037,536,290	19,222,926,022
<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Assets		
Segment assets	810,266,452,329	812,753,433,724
Unallocated corporate assets	85,221,520,124	45,633,211,967
Total assets as reported in interim consolidated statements of financial position	895,487,972,453	858,386,645,691
Liabilities		
Segment liabilities	314,507,297,974	334,404,831,131
Unallocated corporate liabilities	98,108,367,038	73,298,289,724
Total liabilities as reported in interim consolidated statements of financial position	412,615,665,012	407,703,120,855

Concentration of revenue is considered when at least 10% of total segment revenue is generated from a single customer. There is no concentration of the Group's revenue in a single customer as the 10% threshold has not been met in any of the periods presented.

5. PROPERTY, PLANT AND EQUIPMENT

The gross carrying amounts and accumulated depreciation, amortization and impairment of property, plant and equipment as of June 30, 2026 and December 31, 2025 are shown below.

<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Cost	251,616,055,169	250,778,565,063
Accumulated depreciation, amortization and impairment	(74,076,489,063)	(79,058,496,989)
Net carrying amount	177,539,566,106	171,720,068,074

A reconciliation of the carrying amounts of property, plant and equipment at the beginning and end of the reporting periods is shown below.

<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Balance at beginning of period, net of accumulated depreciation, amortization and impairment	171,720,068,074	168,493,285,797
Additions	9,525,418,058	38,144,801,310
Depreciation and amortization charges for the period	(3,632,097,209)	(8,017,975,457)
Disposals – net	(44,494,748)	(373,741,423)
Derecognition	(29,328,069)	(26,338,865)
Effect of deconsolidation	-	(28,680,597,479)
Addition from acquired subsidiary	-	1,712,117,444
Impairment reversal – net	-	630,122,981
Reclassifications – net	-	(161,606,234)
Balance at end of period, net of accumulated depreciation, amortization and impairment	177,539,566,106	171,720,068,074

6. INVESTMENT PROPERTIES

The Group's investment properties include several parcels of land, buildings and improvements which are held for investment purposes only, either to earn rental income or for capital appreciation or both. The gross carrying amounts and accumulated depreciation of investment properties at the beginning and end of the reporting periods are shown below.

<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Cost	188,585,112,181	184,840,321,542
Accumulated depreciation	(31,847,979,747)	(30,246,108,946)
Net carrying amount	156,737,132,434	154,594,212,596

A reconciliation of the carrying amounts of investment properties at the beginning and end of the reporting periods is shown below.

<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Balance at beginning of period, net of accumulated depreciation	154,594,212,596	148,084,535,098
Additions	3,746,336,639	9,812,505,778
Depreciation charges for the year	(1,603,416,801)	(3,053,414,307)
Transfer to inventories	-	(307,296,940)
Transfer from property, plant and equipment	-	161,606,234
Effect of deconsolidation	-	(99,468,594)
Derecognition	-	(4,254,673)
Balance at end of period, net of accumulated depreciation	156,737,132,434	154,594,212,596

7. DIVIDENDS

There were no dividends declared and paid by the Company for the six-month periods ended June 30, 2026 and 2025.

8. EARNINGS PER SHARE

Earnings per share is computed as follows:

<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
Basic and Diluted –		
Net profit attributable to owners of the Parent Company	10,786,008,561	14,039,717,266
Divide by the weighted average number of outstanding common shares	8,572,102,079	8,692,536,479
	1.2583	1.6151

The Parent Company has an ongoing buyback program up to December 31, 2026. The Company has repurchased 1,574,761,700 shares for P17.5 billion and 1,454,327,300 shares for P16.5 billion as of June 30, 2026 and 2025, respectively, which are reported as Treasury Shares.

There were 122.96 million shares held by subsidiaries with a total cost of P832.1 million as of June 30, 2026 and 2025, respectively, that were reported as part of Treasury Shares in the consolidated statements of changes in equity and taken out of outstanding common shares in computing EPS.

The basic and diluted earnings per share are the same for the six months ended June 30, 2026 and 2025, as the Company's Executive Stock Option Plan are considered to be antidilutive since their conversion to ordinary shares would increase earnings per share. Thus, the number of issued and outstanding common shares presented does not include the effect of the potential common shares from the Executive Stock Option Plan.

9. RELATED PARTY TRANSACTIONS

The Group's related parties include its stockholders, associates, joint ventures, the Group's key management personnel and retirement fund, and others. The summary of the Group's transactions with its related parties for the periods ended June 30, 2026 and 2025, and the related outstanding balances as of June 30, 2026 and December 31, 2025 are as follows:

<i>(Amounts in PHP)</i>		Amount of Transaction		Receivable (Payable)	
Related Party Category	Notes	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Subsidiaries' stockholders:					
Management fees		-	-	(238,709,798)	(238,709,798)
Accounts payable	9.3	21,000,000	-	(2,500,000)	(23,500,000)
Related party under common ownership:					
Purchase of raw materials and services	9.1	544,914,926	368,939,274	(2,078,153)	(171,575,854)
Advances granted	9.2	(39,366,992)	1,027,897,406	5,450,911,634	5,490,278,626
Associates –					
Advances granted	9.2	13,679,390	13,984,838	1,026,906,317	1,013,226,927
Others:					
Accounts receivable	9.3	171,016,377	308,766,091	448,299,951	277,283,574
Advances	9.4	(84,091,212)	(28,880,912)	(436,286,165)	(352,194,953)
Accounts payable	9.3	-	-	(42,137,715)	(42,137,715)
Donations		(281,059)	124,861,911	20,426,802	20,707,861

Unless otherwise stated, the outstanding balances of the Group's transactions with its related parties are unsecured, noninterest-bearing and payable or collectible on demand.

9.1 Purchase of Raw Materials and Services

Emperador imports raw materials from a wholly owned subsidiary of BLC, which is considered a related party under joint control. Emperador also engages the services of a related party under common ownership in the importation of raw materials such as alcohol, flavorings and other items, and finished goods. These transactions are normally being paid directly to the suppliers within 30 to 90 days.

9.2 Advances to Associates and Other Related Parties

Entities within the Group grant advances to associates and other related parties for working capital purposes. These advances to associates and other related parties are unsecured, noninterest-bearing and repayable upon demand. Settlement is generally made in cash or through offsetting arrangements.

The movements in Advances to associates and other related parties, which are shown as part of Trade and Other Receivables account in the consolidated statements of financial position, are presented as follows:

<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Balance at beginning of period	6,503,505,553	5,968,176,102
Collections	(47,926,676)	(535,349,727)
Cash advances granted	22,239,074	70,679,178
Addition from acquired subsidiary	-	1,000,000,000
Balance at end of period	<u>6,477,817,951</u>	<u>6,503,505,553</u>

As of June 30, 2026 and December 31, 2025, based on management's assessment, the outstanding balances of advances to associates and other related parties are not impaired; hence, no impairment losses were recognized.

9.3 Due from/to Related Parties

Transactions with related parties include the following: financing of opening of letters of credit and payment of progress billings, royalty fees, rentals, interest and certain expenses in behalf of the entities within Group or other related parties. Settlement is generally made in cash or through offsetting arrangements.

The outstanding balances of the Due from/to Related Parties are included under Trade and Other Receivables and Trade and Other Payables accounts, respectively, in the consolidated statements of financial position, as presented below.

<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
<i>Due from Related Parties</i>		
Balance at beginning of period	277,283,574	612,275,090
Additions	226,816,007	934,065,589
Collections	(55,799,630)	(925,893,368)
Effect of deconsolidation	-	(343,163,737)
Balance at end of period	<u>448,299,951</u>	<u>277,283,574</u>
<i>Due to Related Parties</i>		
Balance at beginning of period	65,637,715	189,475,673
Repayments	(21,000,000)	(123,837,958)
Balance at end of period	<u>44,637,715</u>	<u>65,637,715</u>

As of June 30, 2026 and December 31, 2025, based on management's assessment, no additional amount of impairment is necessary.

9.4 *Advances from Other Related Parties*

Certain expenses of entities within the Group are paid for by other related parties. The advances are unsecured, noninterest-bearing, with no repayment terms, and generally payable in cash or through offsetting arrangements.

The movements in advances from other related parties are as follows:

<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Balance at beginning of period	352,194,953	1,004,242,464
Advances availed	297,248,150	295,210,635
Advances paid	(213,156,938)	(949,295,661)
Advances assumed from acquired subsidiary	-	2,037,515
Balance at end of period	436,286,165	352,194,953

9.5 *Transactions with the Retirement Plans*

The Group has formal retirement plans established separately for each significant subsidiary, particularly Megaworld, GERI, EELHI, PHRI, Travellers, EDI and WML. These plans are defined benefit post-employment plans maintained for qualified employees, administered and managed by trustee banks (except for GERI which is still an unfunded plan) that are legally separated from the Group. The retirement funds do not provide any guarantee or surety for any obligation of the Group and their investments are not covered by any restrictions or liens.

10. COMMITMENTS AND CONTINGENCIES

10.1 *Tax Contingencies of Travellers' Casino Operations*

Travellers is subject to 25% and 15% license fees, inclusive of franchise tax and in lieu of all taxes, with reference to the income component of the gross gaming revenues, as provided under the Provisional License Agreement with Philippine Amusement and Gaming Corporation ("PAGCOR").

In August 2016, the SC confirmed that "all contractees and licensees of PAGCOR, upon payment of the 5% franchise tax, shall be exempted from all other taxes, including income tax realized from the operation of casinos." The SC Decision has been affirmed with finality by the SC in a Resolution dated November 28, 2016, which denied the Motion for Reconsideration filed by the BIR. Consistent with the decision of SC, on June 13, 2018, PAGCOR advised that the Office of the Solicitor General issued a legal opinion stating that the tax exemption and imposition of 5% franchise tax in lieu of all other taxes and fees for gaming operations that was granted to PAGCOR extended to all PAGCOR contractees and licensees.

In a Resolution dated May 3, 2021, the Supreme Court affirmed with finality the decision of the Court of Tax Appeals holding that the Company's "gaming revenues, as a PAGCOR licensee, are exempt from regular corporate income tax."

In March 2022, the BIR issued a circular which sought to clarify that the franchise tax imposed on PAGCOR and its licensees, which is defined as 5% of the gross gaming revenues, shall be remitted to the BIR, specifically to the concerned Revenue District Office where the license is registered. In the same circular, BIR stated that the exemption from VAT covers only the contractees of PAGCOR. However, in Revenue Memorandum Circular No. 132-2024, which was issued by the BIR on December 9, 2024 to further clarify the tax treatment of PAGCOR, its licensees and contractees, the BIR confirmed that, in light of recent jurisprudence, income received by “PAGCOR’s Contractees and Licensees from their gaming operations, is subject to 5% franchise tax, in lieu of all other national and local taxes, including indirect taxes such as VAT.”

10.2 Skytrain Project

On October 2017, the Group submitted an unsolicited proposal to the government to build Skytrain that will link Uptown Fort Bonifacio to Guadalupe Station of Metro Rail Transit Line-3. The Group was granted an Original Proponent Status by the DOTr in May 2018 and its proposal is now undergoing review and evaluation at NEDA Board.

10.3 Co-Development Agreement between WCI and SUN

The principal terms of the co-development agreement are as follows:

- (i) *WCI and Travellers shall lease the Project Site (i.e. “the site upon which the hotel casino is to be erected”) to SUN.*

WCI and Travellers shall lease to SUN the site upon which a hotel casino will be erected at an annual rental of US\$10.6 million (P594.9 million), exclusive of VAT, until August 19, 2039. The lease shall automatically be renewed subject to applicable laws for another 25 years, unless otherwise agreed upon by the parties. The term of the lease shall start upon the commencement of operation of the hotel casino.

In line with the foregoing, on February 21, 2020, WCI and Travellers entered into a lease agreement with SUN. The parties agreed that the lease shall start from a certain period that may be agreed upon by the parties. The rental terms shall commence upon the commercial operations of the hotel casino. In 2025, following the commencement of the strategic working arrangement, all of SUN’s rights, interests, and obligations under the lease agreement were assigned to ECRC. As at the date of assignment, construction remains in progress and operations have not yet commenced.

- (ii) *SUN shall finance the development and construction of a hotel casino.*

SUN shall finance the development and construction of a hotel casino on the leased area. SUN shall also pay a certain fixed amount to WCI for the initial cost of the project.

In 2021, the conditions specified in the CDA had been fulfilled and the transfer of assets has been completed.

In 2025, following the commencement of the strategic working arrangement, all of SUN's rights, interests, and obligations under the CDA were assigned to ECRC [see Note 10.3(v)].

- (iii) *WCI shall enter into an agreement with SUN, for the latter to operate and manage a hotel casino.*

WCI and SUN shall enter into an agreement for the operations and management of a hotel casino for the period of the gaming Provisional License Agreement (i.e. up to July 11, 2033) as well as any extension or renewal of the Provisional License Agreement on terms mutually agreed between WCI and SUN. The operations and management agreement was entered into by the parties on May 4, 2020.

In accordance with the agreement, WCI's share on the gross gaming revenues shall be as follows (which payment shall only be payable when the hotel casino commences operation):

- (a) 1% of the gross gaming revenue on VIP of the Casino; and,
- (b) 3% of the gross gaming revenue on slot machines and mass market tables of the Casino of the hotel casino, based on the gross gaming revenue as is submitted to PAGCOR from time to time.

The operations and management agreement entered into by the parties on May 4, 2020 was pre-terminated in 2025 [see Note 10.3(v)].

- (iv) *WCI and the Travellers as warrantors*

Fortune Noble Limited ("Fortune") [a wholly-owned subsidiary of LET Group Holdings Limited], the parent company of SUN, conditionally agreed to subscribe to 2.55 billion new SUN shares subject to the terms and conditions mutually agreed upon by the parties. WCI and Travellers agreed to act as the warrantors, wherein, a put option over the shares of SUN was included. The put option enables Fortune to transfer ownership over SUN to the warrantors in exchange for an option price, upon the happening of any of the put option events during the option period.

The option period commences from the date of the agreement up to the day immediately preceding the date on which the hotel casino first starts its operation. The put option events mainly pertain to the successful commencement of operations of the hotel casino, which include, among others, the termination or suspension of gaming license due to the default of the warrantors, termination of WCI's lease over Site A as applicable, or failure to acquire government consent for operation of hotel casino.

The option price is equivalent to the aggregate of: (a) the consideration for the acquisition by Fortune of the 1.1 billion SUN shares as at the date of the agreement together with interest from the date of completion of the said acquisition up to the date of completion of the put option; and, (b) the aggregate of the shares subscription price for the subscription of 2.6 billion new SUN shares including interest as well from the date of shares subscription completion up to the date of completion of the put option.

Travellers' management assessed that since the put option transfers significant risk to the Group as warrantors, it shall be accounted for as a financial guarantee to be measured under PFRS 9, *Financial Instruments*. Accordingly, the put option was initially recognized at the amount of premium received then, subsequently measured at the higher of the amount initially recognized or the amount using the expected credit loss model ("ECL").

In 2025, as a result of the assignment by SUN of all of its rights and obligations relating to the Westside Integrated Resort Project to ECRC, the put option granted to Fortune has effectively been rendered inoperative [see Note 10.3(v)].

(v) *Pre-termination of the CDA and the Commencement of the Strategic Working Agreement*

In 2025, SUN entered into agreements to pursue a strategic working agreement with the Travellers, WCI, WBHC, and ECRC to expedite the completion of the now-expanded Westside Resort Project. As such, the related CDA was pre-terminated.

To ensure the timely construction, development, completion and operation of the Westside Integrated Resort Project, ECRC has assumed all rights and obligations related to the project.

The Westside Resort Project is a world-class integrated resort consisting of a 5-star hotel, casino, mall, and theater complex envisioned to be the Broadway of the Philippines. Among its offerings are Artists Promenade, the iconic Grand Opera House and the Apollo, Bohemia and Crown theaters all of which are dedicated to Philippine performing Arts.

(vi) *ECRC as Borrower, WCI as a Mortgagor, WBHC, WCI and AGI as Guarantors*

In 2025, ECRC obtained a bridge loan facility amounting to P16.0 billion from a local bank. As part of the strategic working arrangement, WCI agreed to act as a real estate mortgagor of the facility and pledged its land, as a security for the said loan. Also for the same facility, WBHC, WCI and AGI agreed to act as guarantors of the facility, subject to a maximum aggregate liability of P30.0 billion, plus applicable interest, penalties, fees, and other charges. In the event of default by ECRC, the guarantors would immediately become jointly and severally liable for the outstanding obligations. As of June 30, 2026, no default event has occurred.

10.4 Other Commitments and Contingencies

There are other commitments, guarantees and contingent liabilities that arise in the normal course of operations of the Group which are not reflected in the accompanying ICFS. Management is of the opinion that losses, if any, from these items will not have any material impact on the ICFS.

In addition, there are no material off-balance sheet transactions, arrangements, obligations and other relationships of the Group with unconsolidated entities or other persons created during the reporting periods.

11. RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group has various financial instruments such as cash and cash equivalents, financial assets at fair value through profit or loss ("FVTPL"), financial assets at fair value through other comprehensive income ("FVOCI"), interest-bearing loans, bonds payable, trade receivables and payables and derivative assets and liabilities which arise directly from the Group's business operations. The financial debts were issued to raise funds for the Group's capital expenditures.

The Group does not actively engage in the trading of financial assets for speculative purposes.

The Group is exposed to a variety of financial risks in relation to financial instruments. The main types of risks are market risk, credit risk and liquidity risk.

11.1 Market Risk

(a) Foreign Currency Sensitivity

Most of the Group's transactions are carried out in Philippine pesos, U.S. dollars, Euros and U.K. pounds, which are the functional currencies of the individual subsidiaries making the transactions.

The currency exchange risk arises from transactions carried out in currencies other than the functional currency of the subsidiaries at each entity level. The Group has no significant exposure to changes in foreign currency exchange rates for U.K. pounds since these currencies are not significant to the Group's consolidated financial statements.

Foreign currency denominated financial assets and liabilities, translated into Philippine pesos at period-end closing rate are as follows:

<i>(Amounts in PHP)</i>	<u>U.S. Dollars</u>	<u>HK Dollars</u>	<u>Euros</u>	<u>U.K. Pounds</u>
June 30, 2026				
Financial assets	7,088,048,232	3,291,829,091	145,546,384	73,922,142
Financial liabilities	<u>(35,013,623,049)</u>	<u>(962,579,460)</u>	<u>(22,141,807,044)</u>	<u>(20,885,209,501)</u>
	<u>(27,925,574,817)</u>	<u>2,329,249,631</u>	<u>(21,996,260,660)</u>	<u>(20,811,287,359)</u>
December 31, 2025				
Financial assets	6,015,444,186	2,891,416,132	152,181,266	375,628,907
Financial liabilities	<u>(38,529,235,979)</u>	<u>(565,587,705)</u>	<u>(21,846,697,479)</u>	<u>(20,239,764,077)</u>
	<u>(32,513,791,793)</u>	<u>2,325,828,427</u>	<u>(21,694,516,213)</u>	<u>(19,864,135,170)</u>

The table below illustrates the sensitivity of the consolidated income before tax for the period with respect to changes in Philippine pesos against foreign currency exchange rates. The percentages have been determined based on the average market volatility in exchange rates in the previous 12 months estimated at 95% level of confidence.

<i>(Amounts in PHP)</i>	<u>Reasonably possible change in rate</u>	<u>Effect in consolidated profit before tax</u>
June 30, 2026		
U.S. Dollar	+/-11.87%	(2,075,033,392)
HK Dollar	+/-11.89%	276,990,856
Euros	+/-16.87%	(3,711,692,177)
U.K. Pounds	+/-8.41%	(1,750,229,267)
December 31, 2025		
U.S. Dollar	+/- 10.37%	(2,478,636,311)
HK Dollar	+/- 10.47%	243,412,612
Euros	+/- 18.97%	(4,115,772,609)
U.K. Pounds	+/-8.88%	(1,763,935,203)

However, if the Philippine peso had weakened against the U.S. dollar, HK dollar, Euro, and U.K. Pound by the same percentages, then consolidated profit before tax would have changed at the opposite direction by the same amounts.

The sensitivity analysis is based on the Group's foreign currency financial instruments held at each reporting periods.

The Group periodically reviews the trend of the foreign exchange rates and monitors its non-functional currency cash flows.

Exposures to foreign exchange rates vary during the period depending on the volume of overseas transactions. Nonetheless, the analysis is considered to be representative of the Group's currency risk.

(b) *Interest Rate Sensitivity*

The Group's interest risk management policy is to minimize interest rate cash flow risk exposures to changes in interest rates. At present, the Group is exposed to changes in market interest rates through certain bank borrowings and cash and cash equivalents, which are subject to variable interest rates. The Group maintains a debt portfolio unit of both fixed and variable interest rates. All other financial assets are subject to fixed interest rates.

The sensitivity of the consolidated profit before tax for the period to a reasonably possible change in interest rates of +/-2.30% for Philippine peso and +/- 2.17% for U.S. dollar in 2026, and +/- 2.12% for Philippine peso and +/- 1.22% for U.S. dollar in 2025 with effect from the beginning of the period. These percentages have been determined based on the average market volatility in interest rates, using standard deviation in the previous 12 months, estimated at 95% level of confidence.

The sensitivity analysis is based on the Group's financial instruments held at June 30, 2026 and December 31, 2025, with an estimated effect from the beginning of the period. All other variables held constant, the consolidated profit before tax would have decreased by P3.8 billion for the period ended June 30, 2026, and decreased by P4.5 billion for the year ended December 31, 2025. Conversely, if the interest rates decreased by the same percentage, consolidated profit before tax would have been lower or higher by the same amount.

11.2 Credit Risk

Generally, the Group's credit risk is attributable to trade and other receivables arising mainly from transactions with approved franchisees, installment sales receivables, rental receivables and other financial assets. The carrying values of these financial assets subject to credit risk are disclosed in Note 12.

The Group maintains defined credit policies and continuously monitors defaults of customers and other counterparties, identified either individually or by group, and incorporates this information into its credit risk controls. Where available at a reasonable cost, external credit ratings and/or reports on customers and other counterparties are obtained and used. Franchisees are subject to stringent financial, credit and legal verification process. The Group's policy is to deal only with creditworthy counterparties. In addition, for a significant portion of sales, advance payments are received to mitigate credit risk.

Cash and cash equivalents in banks in the Philippines are insured by the Philippine Deposit Insurance Corporation up to a maximum coverage of P0.5 million per depositor per banking institution, which was increased to P1.0 million effective March 15, 2025. The credit risk for cash and cash equivalents is considered negligible since the counterparties are reputable banks with high quality external credit ratings.

To measure the expected credit losses, trade receivables and other receivables have been grouped based on shared credit risk characteristics and the days past due (age buckets). The other receivables relate to receivables from both third and related parties other than trade receivables and have substantially the same risk characteristics as the trade receivables.

The Group identifies headline inflation rate and bank lending rate to be the most relevant factors and accordingly adjusts the historical loss rates based on expected changes in these factors.

ECL for advances to associates and other related parties are measured and recognized using the liquidity approach. Management determines possible impairment based on the related party's ability to repay the advances upon demand at the reporting date, taking into consideration the historical defaults from the related parties.

Except for real estate sales, contract assets and rental receivables, the Group's financial assets are not covered with any collateral or credit enhancement. Accordingly, the Group manages credit risk by setting limits on the amount of risk in relation to a particular customer including requiring payment of any outstanding receivable before a new credit is extended. Such risk is monitored on a regular basis and subject to an annual or more frequent review. Approval for credit limits is secured from the credit manager.

The Group considers credit enhancements in determining the expected credit loss. Trade receivables from real estate sales are collateralized by the real properties sold while rental receivables are secured to the extent of advanced rental and security deposits received from lessees. Further, customers are required to issue post-dated checks, which provide additional credit enhancement.

Trade and other receivables that are past due but not impaired are presented below.

<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Not more than 30 days	2,371,970,637	1,928,370,724
31 to 60 days	1,573,743,275	2,126,318,455
Over 60 days	3,482,122,365	4,937,125,775
	7,427,836,277	8,991,814,954

Moreover, the management has assessed that risk over the put option has not increased significantly, as the related probability of any of the put option event from happening is low or remote under the circumstances. Hence, in accordance with the general approach of ECL, the value of the put option was measured on a 12-month basis.

The Group writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded that there is no reasonable expectation of recovery of the financial asset. Indicators that there is no reasonable expectation of recovery include the cessation of enforcement activity and where the value of any assets that the Group may get from the customers is less than the outstanding contractual amounts of the financial assets to be written-off.

11.3 Liquidity Risk

The Group manages its liquidity needs by carefully monitoring scheduled debt servicing payments for long-term financial liabilities as well as cash outflows due in a day-to-day business. Liquidity needs are monitored in various time bands, on a day-to-day and week-to-week basis, as well as on the basis of a rolling 30-day projection. Long-term liquidity needs for a three-month and one-year period are identified monthly. The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of loans, bonds, and preferred shares.

The Group maintains cash to meet its liquidity requirements for up to 60-day periods. Excess cash are invested in time deposits, mutual funds or short-term marketable securities. Funding for long-term liquidity needs is additionally secured by an adequate amount of committed credit facilities and the ability to sell long-term financial assets. In addition, the Group regularly evaluates its projected and actual cash flows. It also continuously assesses conditions in the financial markets for opportunities to pursue fund raising activities, in case any requirements arise. Fund raising activities may include bank loans and capital market issues.

As of June 30, 2026, the Group's financial liabilities (excluding lease liabilities) have contractual maturities which are presented below.

(Amounts in PHP)	Current		Non-current	
	Within 6 Months	6 to 12 Months	1 to 5 Years	Later than 5 Years
Trade and other payables	46,244,019,334	19,091,638,091	-	-
Interest-bearing loans	23,916,394,103	56,672,183,053	191,920,354,119	9,795,283,861
Bonds payable	438,165,131	438,165,132	21,682,535,131	-
Advances from other related parties	-	436,286,165	-	-
Slot jackpot liability	699,221,926	-	-	-
Put option Liability	-	-	280,749,389	-
Other liabilities	-	2,503,454,650	2,615,931,825	-
	<u>71,297,800,494</u>	<u>79,141,727,091</u>	<u>216,499,570,464</u>	<u>9,795,283,861</u>

As of December 31, 2025, the Group's financial liabilities (excluding lease liabilities) have contractual maturities which are presented below.

(Amounts in PHP)	Current		Non-current	
	Within 6 Months	6 to 12 Months	1 to 5 Years	Later than 5 Years
Trade and other payables	54,304,277,206	16,508,309,986	-	-
Interest-bearing loans	30,471,691,212	31,355,928,078	177,666,695,229	46,449,739,123
Bonds payable	898,666,610	898,666,610	22,383,754,143	-
Advances from other related parties	-	352,194,954	-	-
Slot jackpot liability	767,389,124	-	-	-
Put option liability	-	-	248,391,682	-
Other liabilities	-	1,799,851,408	3,191,891,205	670,048,581
	<u>86,442,024,152</u>	<u>50,914,951,036</u>	<u>203,490,732,259</u>	<u>47,119,787,704</u>

The contractual maturities reflect the gross cash flows, which may differ from the carrying values of the liabilities at the end of the reporting periods.

11.4 Other Price Risk Sensitivity

The Group's market price risk arises from its investments carried at fair value. It manages its risk arising from changes in market price by monitoring the changes in the market price of the investments.

For equity securities listed in the Philippines, the observed volatility rates of the fair values of the Group's investments held at fair value and their impact on the equity as of June 30, 2026 and December 31, 2025 are summarized below.

(Amounts in PHP)	Observed Volatility Rates		Impact on Equity	
	Increase	Decrease	Increase	Decrease
2026 – Investment in quoted equity				
securities at:				
FVOCI	+34.84%	-34.84%	16,320,913	(16,320,913)
FVTPL	+34.84%	-34.84%	2,206,504,978	(2,206,504,978)
2025 – Investment in quoted equity				
securities at:				
FVOCI	+33.30%	-33.30%	15,441,574	(15,441,574)
FVTPL	+33.30%	-33.30%	1,959,475,755	(1,959,475,755)

The maximum additional estimated gain or loss in 2026 and 2025 is to the extent of the carrying value of the securities held as of these reporting dates with all other variables held constant. The estimated change in quoted market price is computed based on volatility of listed companies at the PSE for the past twelve months from June 30, 2026 and December 31, 2025, at 95% confidence level.

The investments in listed equity securities are considered long-term strategic investments. In accordance with the Group's policies, no specific hedging activities are undertaken in relation to these investments. The investments are continuously monitored and voting rights arising from these equity instruments are utilized in the Group's favor.

12. CATEGORIES OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The carrying values and fair values of the categories of financial assets and financial liabilities presented in the consolidated statements of financial position are shown below and in the succeeding page.

(Amounts in PHP)	June 30, 2026 (Unaudited)		December 31, 2025 (Audited)	
	Carrying Values	Fair Values	Carrying Values	Fair Values
Financial assets:				
Financial assets at amortized cost:				
Cash and cash equivalents	58,964,156,193	58,964,156,193	47,370,541,026	47,370,541,026
Trade and other receivables	109,310,602,732	110,475,886,928	92,554,165,393	93,675,187,596
Other financial assets	6,348,565,694	6,348,565,694	6,138,566,692	6,138,566,692
	<u>174,623,324,619</u>	<u>175,788,608,815</u>	<u>146,063,273,111</u>	<u>147,184,295,314</u>
Financial assets at FVTPL:				
Marketable debt and equity securities	16,536,521,550	16,536,521,550	15,933,574,335	15,933,574,335
Derivative assets	785,069,707	785,069,707	615,404,509	615,404,509
	<u>17,321,591,257</u>	<u>17,321,591,257</u>	<u>16,548,978,844</u>	<u>16,548,978,844</u>

<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)		December 31, 2025 (Audited)	
	Carrying Values	Fair Values	Carrying Values	Fair Values
Financial assets:				
Financial assets at FVOCI –				
Equity securities	<u>521,708,856</u>	<u>521,708,856</u>	<u>483,074,040</u>	<u>483,074,040</u>
Financial liabilities:				
Financial liabilities at amortized cost:				
Current:				
Trade and other payables	66,006,568,641	65,512,812,490	67,281,329,388	67,214,003,227
Interest-bearing loans	70,121,611,718	70,100,978,316	58,396,634,309	56,427,487,727
Lease liabilities	184,654,039	184,654,039	205,113,172	205,113,172
Advances from related parties	436,286,165	436,286,165	352,194,953	352,194,953
Customers' deposits	7,368,832,704	7,368,832,704	9,125,995,440	9,125,995,440
Other current liabilities	<u>2,503,454,649</u>	<u>2,503,454,649</u>	<u>1,799,851,408</u>	<u>1,799,851,408</u>
	<u>146,621,407,916</u>	<u>146,107,018,363</u>	<u>137,161,118,670</u>	<u>135,124,645,927</u>
Non-current:				
Interest-bearing loans	191,669,309,044	187,262,535,783	194,482,790,969	190,108,467,345
Bonds payable	21,129,377,928	20,910,751,016	20,419,627,934	19,634,035,680
Lease liabilities	1,547,537,380	1,547,537,380	1,075,305,947	1,075,305,947
Customers' deposits	646,890,818	646,890,818	1,340,097,162	1,340,097,162
Put option liability	280,749,389	280,749,389	248,391,682	248,391,682
Other non-current liabilities	<u>1,888,567,861</u>	<u>1,888,567,861</u>	<u>2,521,842,624</u>	<u>2,521,842,624</u>
	<u>217,162,432,420</u>	<u>212,537,032,247</u>	<u>220,088,056,318</u>	<u>214,928,140,440</u>
Financial liability at FVTPL –				
Slot jackpot liability	<u>699,221,926</u>	<u>699,221,926</u>	<u>767,389,124</u>	<u>767,389,124</u>

13. FAIR VALUE MEASUREMENT AND DISCLOSURES

13.1 Fair Value Hierarchy

The hierarchy groups financial assets and financial liabilities into three levels based on the significance of inputs used in measuring the fair value of the financial assets and financial liabilities. The fair value hierarchy has the following levels:

- Level 1: quoted prices (unadjusted) in active markets or for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the resource or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and,
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The level within which the financial asset or financial liability is classified is determined based on the lowest level of significant input to the fair value measurement.

For purposes of determining the market value at Level 1, a market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

For investments which do not have quoted market price, the fair value is determined by using generally acceptable pricing models and valuation techniques or by reference to the current market of another instrument which is substantially the same after taking into account the related credit risk of counterparties, or is calculated based on the expected cash flows of the underlying net asset base of the instrument.

When the Group uses valuation techniques, it maximizes the use of observable market data where it is available and relies as little as possible on entity specific estimates. If all significant inputs required to determine the fair value of an instrument are observable, the instrument is included in Level 2. Otherwise, it is included in Level 3.

13.2 Financial Instruments Measured at Fair Value

The table below shows the fair value hierarchy of the Group's classes of financial assets and financial liabilities measured at fair value in the consolidated statements of financial position on a recurring basis as of June 30, 2026 and December 31, 2025.

(Amounts in PHP)	June 30, 2026 (Unaudited)			
	Level 1	Level 2	Level 3	Total
Financial assets:				
Financial assets at FVTPL:				
Debt and equity securities	16,536,521,550	-	-	16,536,521,550
Derivative asset	-	785,069,707	-	785,069,707
Financial assets at FVOCI –				
Equity securities	82,805,910	302,000,000	136,902,946	521,708,856
	16,619,327,460	1,087,069,707	136,902,946	17,843,300,113
Financial liabilities:				
Financial liability at FVTPL –				
Slot jackpot liability	-	699,221,926	-	699,221,926
December 31, 2025 (Audited)				
(Amounts in PHP)	Level 1	Level 2	Level 3	Total
Financial assets:				
Financial assets at FVTPL:				
Debt and equity securities	15,933,574,335	-	-	15,933,574,335
Derivative asset	-	615,404,509	-	615,404,509
Financial assets at FVOCI –				
Equity securities	46,371,094	299,800,000	136,902,946	483,074,040
	15,979,945,429	915,204,509	136,902,946	17,032,052,884
Financial liabilities:				
Financial liability at FVTPL –				
Slot jackpot liability	-	767,389,124	-	767,389,124

13.3 Financial Instruments Measured at Amortized Cost for Which Fair Value is Disclosed

The table below shows the fair value hierarchy of the Group's classes of financial assets and financial liabilities measured at amortized cost for which fair value is disclosed in the consolidated statements of financial position as of June 30, 2026 and December 31, 2025.

(Amounts in PHP)	June 30, 2026 (Unaudited)			
	Level 1	Level 2	Level 3	Total
<i>Financial assets:</i>				
Cash and cash equivalents	58,964,156,193	-	-	58,964,156,193
Trade and other receivables	-	-	110,475,886,928	110,475,886,928
Other financial assets	4,892,000,000	-	1,456,565,694	6,348,565,694
	63,856,156,193	-	111,932,452,622	175,788,608,815
<i>Financial liabilities:</i>				
Current:				
Trade and other payables	-	-	65,512,812,490	65,512,812,490
Interest-bearing loans	-	-	70,100,978,316	70,100,978,316
Lease liabilities	-	-	184,654,039	184,654,039
Advances from related parties	-	-	436,286,165	436,286,165
Customers' deposits	-	-	7,368,832,704	7,368,832,704
Other current liabilities	-	-	2,503,454,649	2,503,454,649
Non-current:				
Interest-bearing loans	-	-	187,262,535,783	187,262,535,783
Bonds payable	20,910,751,016	-	-	20,910,751,016
Lease liabilities	-	-	1,547,537,380	1,547,537,380
Customers' deposits	-	-	646,890,818	646,890,818
Put option liability	-	-	280,749,389	280,749,389
Other non-current liabilities	-	-	1,888,567,861	1,888,567,861
	20,910,751,016	-	337,733,299,594	358,644,050,610
(Amounts in PHP)	December 31, 2025 (Audited)			
	Level 1	Level 2	Level 3	Total
<i>Financial assets:</i>				
Cash and cash equivalents	47,370,541,026	-	-	47,370,541,026
Trade and other receivables	-	-	93,675,187,596	93,675,187,596
Other financial assets	4,697,600,000	-	1,440,966,692	6,138,566,692
	52,068,141,026	-	95,116,154,288	147,184,295,314
<i>Financial liabilities:</i>				
Current:				
Trade and other payables	-	-	67,214,003,227	67,214,003,227
Interest-bearing loans	-	-	56,427,487,727	56,427,487,727
Lease liabilities	-	-	205,113,172	205,113,172
Advances from related parties	-	-	352,194,953	352,194,953
Customers' deposits	-	-	9,125,995,440	9,125,995,440
Other current liabilities	-	-	1,799,851,408	1,799,851,408
Non-current:				
Interest-bearing loans	-	-	190,108,467,345	190,108,467,345
Bonds payable	19,634,035,680	-	-	19,634,035,680
Lease liabilities	-	-	1,075,305,947	1,075,305,947
Customers' deposits	-	-	1,340,097,162	1,340,097,162
Put option liability	-	-	248,391,682	248,391,682
Other non-current liabilities	-	-	2,521,842,624	2,521,842,624
	19,634,035,680	-	330,418,750,687	350,052,786,367

For financial assets and financial liabilities with fair values included in Level 1, management considers that the carrying amounts of those short-term financial instruments approximate their fair values.

The fair values of the financial assets and financial liabilities included in Level 2 and Level 3 above which are not traded in an active market is determined by using generally acceptable pricing models and valuation techniques or by reference to the current market value of another instrument which is substantially the same after taking into account the related credit risk of counterparties, or is calculated based on the expected cash flows of the underlying net asset base of the instrument.

13.4 Investment Property Measured at Cost for which Fair Value is Disclosed

The fair value of the Group's investment properties earning rental income was determined through discounted cash flows valuation technique. The Group uses assumptions that are mainly based on market conditions existing at each reporting period, such as: the receipt of contractual rentals; expected future market rentals; void periods; maintenance requirements; and appropriate discount rates. These valuations are regularly compared to actual market yield data and actual transactions by the Group and those reported by the market. The expected future market rentals are determined on the basis of current market rentals for similar properties in the same location and condition.

The Group determines the fair value of idle properties through appraisals by independent valuation specialists using market-based valuation approach where prices of comparable properties are adjusted for specific market factors such as location and condition of the property.

As of June 30, 2026 and December 31, 2025, the fair value of the Group's investment property amounting to P516.8 billion is classified within Level 3 of the fair value hierarchy. The Level 3 fair value of investment properties earning rental income was determined using the income approach which is performed with values derived using a discounted cash flow model. The income approach uses future free cash flow projections and discounts them to arrive at a present value. The discount rate is based on the level of risk of the business opportunity and costs of capital. The most significant inputs into this valuation approach are the estimated annual cash inflow and outgoing expenses, anticipated increase in market rental, discount rate and terminal capitalization rate.

14. CAPITAL MANAGEMENT OBJECTIVES, POLICIES AND PROCEDURES

The Group's capital management objective is to ensure its ability to continue as a going concern; to provide an adequate return to shareholders by pricing products and services commensurately with the level of risk; and to maintain strong and healthy financial position to support its current business operations and drive its expansion and growth in the future.

There were no changes in the Group's approach to capital management during the periods presented.

<i>(Amounts in PHP)</i>	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Total liabilities	412,615,665,012	407,703,120,855
Total equity	482,872,307,441	450,683,524,836
Liabilities-to-equity ratio	0.85:1.00	0.90:1.00

15. EVENT AFTER THE END OF REPORTING PERIOD

Following the execution of the Share Purchase Agreement dated May 30, 2023, between NWRPI, a subsidiary of AGI, and Star Cruises Philippines Holdings B.V., Asian Travellers Ltd., and Premium Travellers Ltd. (collectively, the "Sellers"), all conditions precedent to the acquisition by NWRPI of the Sellers' equity interests in Travellers, WCI, and Adams have been fulfilled. Accordingly, the transaction has been completed with the corresponding shares successfully transferred to NWRPI as of July 15, 2026.

As a result of the completion of the transaction, Genting Hong Kong Limited (the ultimate parent of the Sellers) has fully divested its investments in TIHGI, WCI, and Adams, and no longer holds, directly or indirectly, any equity interest in these entities. Such interests are now directly held by NWRPI.

16. OTHER MATTERS

There were no seasonal aspects that had a material effect on the financial condition or results of operations of the Group.

ALLIANCE GLOBAL GROUP, INC. AND SUBSIDIARIES
AGING SCHEDULE OF CURRENT TRADE AND OTHER RECEIVABLES
June 30, 2026
(Amounts in Philippine Pesos)

Current	P	86,006,061,046
1 to 30 days		2,371,970,637
31 to 60 days		1,573,743,275
Over 60 days		<u>3,482,122,365</u>
Total		93,433,897,323
Due from other related parties		<u>464,363,791</u>
Balance as at June 30, 2026	P	<u><u>93,898,261,114</u></u>