

COVER SHEET

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S.E.C. Registration Number

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(Company's Full Name)

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

ODETTE A. JAVIER

Contact Person

815-9447

Company Telephone Number

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Month Day

Fiscal Year

FORM TYPE				
1	7	-	Q	

FORM TYPE

3rd Monday of April

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Month

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Day

Annual Meeting

Secondary License Type, If Applicable

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Dept. Requiring this Doc.

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Amended Articles Number/Section

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Total no. of Stockholders

Total Amount of Borrowings

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Domestic

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Foreign

To be accomplished by SEC Personnel concerned

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File Number

LCU

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Document I.D.

Cashier

STAMPS

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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: **September 30, 2025**
2. Commission identification number: **101**
3. BIR Tax Identification No.: **000-160-247**
4. Exact name of issuer as specified in its charter:

LEPANTO CONSOLIDATED MINING COMPANY

5. Province, country or other jurisdiction of incorporation or organization:
Makati City, Philippines
6. Industry Classification Code: (SEC Use Only)
7. Address of issuer's principal office:
**21st Floor, Lepanto Building
8747 Paseo de Roxas, Makati City, Philippines**
8. Issuer's telephone number, including area code:
(632) – 815-9447
9. Former name, former address and former fiscal year, if changed since last report: **N/A**
10. Securities registered pursuant to Sections 8 and 12 of the Code, or Sections 4 and 8 of the RSA

Title of each Class

Number of shares of common
stock outstanding:

Class "A"

39,822,869,196

Class "B"

26,552,888,901

Amount of Debt Outstanding: **Please refer to the attached Balance Sheet (Annex "B")**

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

Yes [x]

No []

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

Philippine Stock Exchange

Classes "A" and "B"

12. Indicate by check mark whether the registrant:

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

Yes ☒

No ☐

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

Yes ☐

No ☒

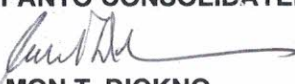
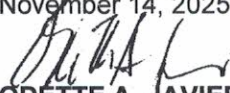
PART I- FINANCIAL INFORMATION

- Item 1. Financial Statements:** *Income Statement* - Annex "A"
Balance Sheet - Annex "B"
Statement of Cash Flow - Annex "C"
Stockholders' Equity - Annex "D"
Notes to Financial Statements - Annex "E"
Aging of Accounts Receivable-Trade - Annex "F"
- Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations** - Annex "G"
- Item 3. Impact of Current Global Financial Condition** - Annex "H"
- Item 4. Financial Ratios** - Annex "I"
- Item 5. Report on Exploration by an Accredited Competent Person**

PART II- OTHER INFORMATION (None)

SIGNATURES

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

Issuer	:	LEPANTO CONSOLIDATED MINING COMPANY
Signature	:	 RAMON T. DIOKNO
Title	:	Chief Finance Officer
Date	:	November 14, 2025
Signature	:	 ODETTE A. JAVIER
Title	:	Vice President/Assistant Corporate Secretary
Date	:	November 14, 2025

LEPANTO CONSOLIDATED MINING COMPANY AND SUBSIDIARIES
STATEMENTS OF INCOME
FOR THE PERIODS ENDED SEPTEMBER 30, 2025
(With Comparative Figures for 2024)
(Amounts In Thousand , Except Earnings Per Share)

	FOR THE THIRD QUARTER		FOR NINE MONTHS ENDED SEPTEMBER 30	
	2025	2024	2025	2024
REVENUES				
Sale of metals	1,120,979	730,840	3,310,914	2,097,859
Service fees and other operating income	2,511	2,177	15,381	9,697
	1,123,490	733,017	3,326,295	2,107,556
COSTS AND EXPENSES				
Mining, milling, roasting, smelting, refining and and other related charges; administrative expenses; depreciation, amortization and depletion; and other charges	(721,802)	(659,995)	(2,118,656)	(1,973,229)
INCOME (LOSS) FROM OPERATIONS	401,688	73,022	1,207,639	134,327
FINANCE COST, net	(7,446)	(2,370)	(23,204)	(8,995)
FOREIGN EXCHANGE GAINS (LOSS), net	13,151	(2,098)	7,190	(655)
OTHER INCOME (CHARGES), net	5,381	6,417	(1,441)	13,873
SHARE IN NET EARNINGS (LOSSES) OF ASSOCIATES	(825)	(234)	(506)	(678)
INCOME (LOSS) BEFORE INCOME TAX	411,949	74,737	1,189,678	137,872
PROVISION FOR (BENEFIT FROM) INCOME TAX				
CURRENT	(4,518)	-	1,534	
DEFERRED	8,691	2,769	8,691	6,276
	4,173	2,769	10,225	6,276
NET INCOME	407,776	71,968	1,179,453	131,596
Attributable to:				
Stockholders of the parent company	407,136	72,027	1,179,453	131,770
Non-controlling interests	640	(59)		(174)
Net Income	407,776	71,968	1,179,453	131,596
BASIC EARNINGS PER SHARE	0.00614345	0.00108425	0.0177693	0.001982591

LEPANTO CONSOLIDATED MINING COMPANY
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Amounts in thousands)

	<u>SEPTEMBER 30</u> <u>2025</u>	<u>*DECEMBER 31</u> <u>2024</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalent	535,208	62,114
Receivables, net	279,002	62,670
Inventories, net	473,632	522,118
Advances to suppliers and contractors	162,931	94,487
Other current assets	492,409	492,235
Total current assets	1,943,182	1,233,624
NON-CURRENT ASSETS		
Property, plant and equipment	6,250,052	6,125,470
Available-for-sale financial assets	78,114	78,114
Investments and advances in associates	436,127	435,761
Mine exploration cost	7,083,544	7,081,745
Deferred tax assets	228,752	228,752
Other noncurrent assets	686,020	632,952
Total non-current assets	14,762,609	14,582,794
TOTAL ASSETS	16,705,791	15,816,418
LIABILITIES AND EQUITY		
CURRENT LIABILITIES		
Trade and other payables	2,778,443	2,900,619
Short-term borrowings	28,057	19,215
Lease Liability	2,449	2,449
Income tax payable	-	438
Total current liabilities	2,808,949	2,922,721
NON-CURRENT LIABILITIES		
Advances from Far Southeast Services Limited	6,378,919	6,378,919
Long-term borrowings	125,036	152,977
Lease Liability	427	427
Liability for mine rehabilitation cost	23,129	22,590
Retirement benefit obligations	1,080,665	1,225,784
Deferred income liabilities	177,389	177,364
Deposit for future stock subscriptions	69,200	69,200
Total non-current liabilities	7,854,765	8,027,261
TOTAL LIABILITIES	10,663,714	10,949,982
EQUITY		
Capital stock	6,635,685	6,635,685
Additional paid-in capital	5,077,033	5,077,033
Re-measurement loss on retirement plan	(122,947)	(122,947)
Cumulative changes in fair values of AFS investments	(28,312)	(28,312)
Deficit	(5,774,440)	(6,950,082)
	5,787,019	4,611,377
Non-controlling interests	255,058	255,058
Total equity	6,042,077	4,866,435
TOTAL LIABILITIES AND EQUITY	16,705,791	15,816,417
	-	0

* - AUDITED

LEPANTO CONSOLIDATED MINING COMPANY AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
AS OF SEPTEMBER 30, 2025
(With Comparative Figures for 2024)
(Amounts in Thousand Pesos)

	FOR THE QUARTER ENDED SEPTEMBER 30		FOR NINE MONTHS ENDED SEPTEMBER 30	
	2025	2024	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES				
Income/ (Loss) before tax	411,949	74,737	1,189,678	137,872
Adjustments for:				
Depreciation and depletion	168,212	369	304,162	211,435
Equity in net losses (income) of affiliated companies	825	(463)	506	
Unrealized Foreign exchange losses (income), net	(13,100)	-	(9,712)	
Prior quarter adjustment	(2)	-	(3,812)	
Provision for retirement benefit cost	-	-		
Loss on sale of asset	-	-		
Interest income	(57)	(9)	(108)	(29)
Interest expense	7,447	690	22,665	690
Provision for income tax	-	-		
Operating income before working capital changes	575,274	75,324	1,503,378	349,968
Decrease (Increase) in:				
Receivables and advances to suppliers	(89,524)	(52,392)	(216,332)	(190,302)
Inventories	11,769	2,683	48,486	66,684
Prepayments, advances, and other assets	(10,972)	92,733	(68,618)	473
Increase (Decrease) in:				
Accounts payable and accrued expenses	(53,857)	11,922	(136,538)	5,283
Liability for mine rehabilitation cost	-	-	539	
Deferred income tax liability, net	-	(3,748)		(241)
Cash generated (used) from operations	432,690	126,522	1,130,915	231,865
Retirement benefits paid	(43,302)	(64,703)	(145,119)	
Interest received	57	9	108	29
Income tax recovered (paid)	4,105	-	(1,947)	-
Net cash provided by (used in) operating activities	393,550	61,828	983,958	231,894
CASH FLOWS FROM INVESTING ACTIVITIES				
Disposal/Derecognition of Property, plant and equipment	6,328	-	6,454	
Acquisition of property and equipment	(218,955)	8,295	(436,998)	(175,510)
Decrease (increase) in other noncurrent assets	(16,710)	(74,823)	(53,068)	26,537
Decrease (increase) in investment in and advances to associates	249	122	(872)	305
Exploration costs and other assets	-	(21,420)		(51,263)
Net cash used in investing activities	(229,088)	(87,826)	(484,483)	(199,931)
CASH FLOWS FROM FINANCING ACTIVITIES				
Change in advances with FSE	-	(6,979)	-	(36,836)
Proceeds from:				
Borrowings	-	-		
Disposal of Assets	-	-		
Payments of:				
Borrowings	-	(19,607)	(13,428)	(29,491)
Interest	(7,446)	(15)	(22,665)	(57)
Principal portion of lease liability	-	(57)		(1,589)
Net cash provided by financing activities	(7,446)	(26,658)	(36,093)	(67,973)
NET INCREASE (DECREASE) IN CASH	157,016	(52,656)	463,382	(36,010)
Effect of Exchange rate changes on Cash	13,100	-	9,712	
Beginning of period	365,092	87,979	62,114	74,840
CASH AT END OF THE PERIOD	535,208	35,323	535,208	38,830

LEPANTO CONSOLIDATED MINING COMPANY
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
AS OF SEPTEMBER 30, 2025 & 2024
(Amounts in thousands)

	<u>SEPTEMBER 30</u> <u>2025</u>	<u>SEPTEMBER 30</u> <u>2024</u>
Authorized - ₱ 6.64 billion		
Share capital at par value	P 5,136,596	P 5,136,596
Subscribed capital (net of subscriptions receivable)	1,499,089	1,499,089
Share premium	5,077,033	5,077,033
Cumulative changes in fair values of AFS investments	(28,312)	(40,245)
Re-measurement loss on retirement plan	(122,947)	125,612
Retained earnings		
Beginning balance	(6,950,082)	(7,051,410)
Prior period adjustment	(3,811)	
Net Income (Loss) for the period	1,179,453	131,770
	<u>(5,774,440)</u>	<u>(6,919,640)</u>
EQUITY ATTRIBUTABLE TO THE STOCKHOLDERS OF THE PARENT COMPANY	5,787,019	4,878,445
NON-CONTROLLING INTERESTS	255,058	254,208
	<u>6,042,077</u>	<u>5,132,653</u>

LEPANTO CONSOLIDATED MINING COMPANY**NOTES TO FINANCIAL STATEMENTS****AS OF SEPTEMBER 30, 2025 and DECEMBER 31, 2024****Note 1 - General information**

Lepanto Consolidated Mining Company (parent company) was incorporated in the Philippines and registered with the Securities and Exchange Commission (SEC) on September 8, 1936 primarily to engage in the exploration and mining of gold, silver, copper, lead, zinc and all kinds of ores, metals, minerals, oil, gas and coal and their related by-products. On January 29, 1985, the SEC approved the extension of the parent company's corporate term for another fifty (50) years after the expiration of its original term on September 8, 1986.

The Parent company's shares are listed and traded in the Philippine Stock Exchange.

On January 14, 1997, the Parent Company was registered with the Board of Investments (BOI) under Executive Order No. 226 as a new export producer of gold bullion on a preferred non-pioneer status. This registration entitled the Parent Company to a four (4) year income tax holiday (ITH), which can be further extended for another three (3) years subject to compliance with certain conditions, and lower tariff rates on acquisition of capital equipment. It is required to maintain a base equity of at least 25% as one of the conditions of the registration.

On April 1, 1997, the Parent company started the commercial operations of its Victoria Project gold mine. Consequently, in October 1997, the parent company temporarily ceased operating its copper concentrate roasting plant facilities in Isabel, Leyte for an indefinite period. The Roasting plant facility was also registered with the Philippine Economic Zone Authority (PEZA) on December 17, 1985 pursuant to the provisions of Presidential Decree No. 66, as amended, and Executive Order No. 567 as a zone export enterprise to operate a roasting plant for the manufacture of copper calcine at the Isabel Special Export Economic Processing Zone.

On March 30, 2000, the Parent Company registered its copper flotation with the BOI as a new producer of copper concentrates on a preferred non-pioneer status. This registration entitled the Parent Company to a four (4) year ITH, subject to compliance with certain conditions, simplified customs procedures, additional deduction for labor expense, and unrestricted use of consigned equipment for a period of ten (10) years. It is required to maintain a base equity of at least 25% as one of the conditions of the registration. The Copper Flotation project was suspended at the end of 2001; BOI registration was cancelled on July 11, 2006.

On January 5, 2004, the Parent Company was registered with the BOI under Executive Order No. 226 as new export producer of gold bullion on a non-pioneer status, for its Victoria II (renamed Teresa) Project, located also in Mankayan, Benguet, Philippines. This registration entitles the Parent Company to ITH with the same incentives that were granted on their registration with the BOI on January 14, 1997. The Teresa Project commenced its commercial operations in April 2004.

On November 21, 2006, the Parent Company was registered with the BOI under Executive Order No. 226 as new export producer of copper-gold concentrate on a non-pioneer status for its copper-gold flotation project located also in Mankayan, Benguet, Philippines. This registration entitles the Company to ITH for four (4) years, which can be further extended for another three (3) years subject to compliance with certain conditions, and duty-free importation of equipment, spare parts and accessories for five (5) years. The

copper-gold flotation operations were suspended in 2009 in view of the sharp decline in copper prices, of which the BOI was notified. In August 2017, the Company notified the BOI that it will resume copper-gold flotation operations in the fourth quarter of 2017.

The registrations mentioned above enable the Parent Company and its subsidiaries to avail of the rights, privileges, and incentives granted to all registered enterprises.

The Parent Company continues to operate the Victoria Project from which it produces gold dore. It commenced commercial operation of the Copper-Gold Project, producing copper-gold concentrate, in October 2017.

The Company has two Mineral Production Sharing Agreements (MPSA), referred to as MPSA No. 001-090-CAR and MPSA No. 151-2000-CAR, both in Mankayan, Benguet.

MPSA No. 001-90-CAR was jointly executed by the Company and subsidiary Far Southeast Gold Resources, Inc. (FSGRI) on March 3, 1990 with the Philippine Government, through the Department of Environment and Natural Resources. The MPSA has a term of 25 years, renewable for another term not exceeding 25 years under the same terms and conditions. The Company and FSGRI filed an application for its renewal on June 4, 2014. The application for renewal of the mining rights is still pending approval as at December 31, 2022.

The application for renewal of MPSA NO. 151-2000-CAR was filed by the Company on July 18, 2024 and is pending approval.

The Parent Company has its principal office at the 21st Floor, 8747 Lepanto Building, Paseo de Roxas, Makati City.

Note 2 – Compliance with Generally Accepted Accounting Principles

The consolidated financial statements of Lepanto Consolidated Mining Company Group (the Group) have been prepared in accordance with the accounting principles generally accepted in the Philippines. The Group prepared its consolidated financial statements in accordance with Philippine Financial Reporting Standards (PFRS) except for the exemption from the fair value requirement of the Philippine Accounting Standards (PAS) 39, Financial Instruments: Recognition and Measurement, on long term commodity hedging contracts entered into by the parent company and outstanding as of January 1, 2005, which was permitted by the SEC.

The accounting policies adopted in the preparation of the financial statements are consistent with the most recent annual financial statements.

Note 3 – Cash and Cash Equivalents

	09/30/2025	12/31/2024
Cash on hand	7,519,895	2,532,395
Cash in banks	527,688,109	59,581,292
	535,208,004	62,113,688

Cash in banks earn interest at the respective bank deposit rates.

Note 4 – Receivables

	09/30/2025	12/31/2024
Trade	244,092,714	27,295,531
Nontrade	46,737,816	40,809,522
Advances to officers and employees and Stockholders	11,682,767	18,049,841
Less: Allowance for impairment losses	(23,510,681)	(23,485,979)
	279,002,616	62,668,916

The Parent Company's trade receivables arise from its shipments of gold, silver and concentrate to refinery and smelter customer based on contract/agreement.

Trade and nontrade are non-interest bearing and are generally collectible on demand. Nontrade receivables comprise mainly of receivables from subcontractors and other third parties, while receivables from officers and employees pertain to cash advances made by employees for the operations of the Group.

Receivables from officers and employees are non-interest bearing and are generally subject to liquidation. Unliquidated receivables from officers and employees are collectible on demand or considered as salary deduction.

Note 5 – Inventories

	09/30/2025	12/31/2024
Mine Products		64,050,388
Parts and supplies	530,998,132	496,127,656
Total Inventories at Cost	530,998,132	560,178,044
Less: Allowance for Inventory Obsolescence	57,365,744	38,060,518
Inventory – Net	473,632,388	522,117,526

Parts and supplies include materials and supplies stored in Metro Manila, Bulacan, Mankayan, and Leyte. The decrease in the amount of ₱ 64.0 million pertains to dore inventory from last year.

Note 6 – Advances to suppliers and contractors

Advances to suppliers and contractors are non-financial assets arising from advanced payments made to suppliers and contractors before goods and services have been received or rendered. These are classified as current since these are expected to be offset against future short-term billings and are recognized in the books at the amounts initially paid.

Advances to suppliers and contractors are attributable to contracts generally requiring advance payments. Amounts deposited will be applied as part of the full payment of the contract price upon completion of the contract or consummation of transactions and receipt of all related documents.

	09/30/2025	12/31/2024
Advances to Suppliers and Contractors	162,930,707	94,487,865

Note 7 – Other current assets

	09/30/2025	12/31/2024
Input VAT	417,912,951	399,330,975
Prepayments	73,974,450	89,929,789
Others	521,099	2,974,432
	492,408,500	492,235,197

Input VAT represents VAT paid on purchases of applicable goods and services. It may be claimed for refund or recovered as tax credit against certain future tax liability of the Company upon approval by the Philippine Bureau of Internal Revenue (BIR) and/or the Philippine Bureau of Customs.

Prepayments include advance payments for taxes, insurance, rent and other services.

Note 8 – Trade and other payables

Composed of trade, due to related parties, accrued expenses and other liabilities, trust receipts, employee related expenses, unclaimed dividends, payables to regulatory authorities, accrued utilities and accrued production tax.

Nature, terms and conditions of the Group's liabilities:

- Trade payables include import and local purchases of equipment and inventories such as various parts and supplies used in the operations of the Group. These are non-interest bearing and are normally settled on sixty (60) days' terms.
- Accrued expenses and other liabilities are noninterest-bearing and are normally settled on a 30 to sixty (60) days' term. These include other operating expenses that are payable to various suppliers and contractors.
- Trust receipts refer to arrangements of the Group with banks related to its importations of inventories and various equipment which are interest bearing and have an average term of ninety (90) to one hundred twenty (120) days.
- Employee related expenses include unclaimed wages, accrued vacation and sick leave and accrued payroll. These are non-interest bearing and are payable in thirty (30) days' term.
- Unclaimed dividends pertain to unpaid cash dividends declared by the Parent Company to its stockholders. These are non-interest bearing and are payable upon demand of the payee.
- Payable to regulatory agencies include withholding taxes and other government contributions related to employees of the Group. These are non-interest bearing and are normally remitted within ten (10) days from the close of each month.
- Accrued utilities pertain to unpaid billings for power, communication, light and water charges. These are non-interest bearing and are normally settled within thirty (30) to ninety (90) days.
- Accrued production taxes pertain to excise taxes on metal sales. These are non-interest bearing and are settled within fifteen (15) days after the end of each quarter.

	09/30/2025	12/31/2024
Trade payable and accrued expenses	2,742,850,136	2,798,786,078
Due to Parent Company/Subsidiaries	8,900,425	75,139,684
Unclaimed Dividends	26,692,894	26,692,894
	2,778,443,455	2,900,618,657

Note 9 - Business Segments

The Group derives revenue from the following main operating business segments:

Mining activities – This segment engages in exploration and mining of gold, silver, copper, lead, zinc and all kinds of ores, metals, minerals, oil, gas, and coal and related by-products.

Investment activities – This segment derives its income as a general agent, broker or factor of any insurance company or as a commercial broker, agent or factor of any person, partnership, corporation or association engaged in any lawful business, industry or enterprise. Income is derived from commissions, which represent income on non-life insurance policies underwritten by a subsidiary for certain principals.

Hauling and Leasing activities – This segment engages in handling all kinds of material, products and supplies in bulk and maintaining and operating terminal facilities such pier and warehouses. Income is derived mainly from hauling fees and warehouse rentals.

Insurance activities – This segment derives its revenues from premiums from short duration insurance contracts, which are recognized over a period of the contracts using the 24th month method.

Drilling activities – This segment derives its income from drilling services to its related and outside parties.

Manufacturing and Trading – This segment derives its revenue from manufacturing, distributing, selling and buying machinery and equipment, general merchandise and articles related to diamond core drilling industry.

The assets, liabilities and results of the business segments of the LCMC Group for the periods ended September 30, 2025 and December 31, 2024 are as follows:

Mining activities

	2025	2024
CURRENT ASSET	1,761,824,876	1,057,180,345
NON-CURRENT ASSET	14,304,068,296	14,122,246,754
CURRENT LIABILITES	(2,689,503,670)	(2,804,255,278)
NON-CURRENT LIABILITIES	(7,739,959,493)	(7,911,701,351)
GROSS INCOME	1,344,912,094	442,573,050
NET INCOME / (LOSS)	1,147,902,540	123,816,431

Investment activities

	2025	2024
CURRENT ASSET	408,608	26,346,311
NON-CURRENT ASSET	7,543,355	7,543,355
CURRENT LIABILITES	(76,800)	(20,490,912)
NON-CURRENT LIABILITIES	(12,108,141)	(12,083,141)
GROSS INCOME / LOSS		
NET INCOME / (LOSS)	(159,931)	(377,981)

Hauling and Leasing Activities

	2025	2024
CURRENT ASSET	26,091,546	19,235,028
NON-CURRENT ASSET	402,377,798	405,586,980
CURRENT LIABILITES	(19,693,215)	(18,889,100)
NON-CURRENT LIABILITIES	(102,581,527)	(103,359,944)
GROSS INCOME	26,157,550	8,443,250.73
NET INCOME / (LOSS)	5,739,677	(14,915,474)

Drilling Activities

	2025	2024
CURRENT ASSET	154,857,185	130,861,509
NON-CURRENT ASSET	48,620,766	47,416,188
CURRENT LIABILITES	(99,675,348)	(79,085,816)
NON-CURRENT LIABILITIES	(116,883)	(116,883)
GROSS INCOME	41,821,457	
NET INCOME / (LOSS)	25,970,857	(6,543,447)

Note 10 – Seasonality

There is no seasonality or cyclical factors in the company's operations.

LEPANTO CONSOLIDATED MINING COMPANY
AGING OF ACCOUNTS RECEIVABLE - TRADE
AS OF SEPTEMBER 30, 2025

<i>C U S T O M E R S</i>	<i>C U R R E N T</i>	<i>O V E R 30 D A Y S</i>	<i>O V E R 60 D A Y S</i>	<i>T O T A L</i>
HERAEUS LTD.	217,164,911	-	-	217,164,911
	217,164,911	-	-	217,164,911

**MANAGEMENT’S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND
RESULT OF OPERATIONS**

As of SEPTEMBER 30, 2025

Consolidated revenues for the third quarter of 2025 amounted to P1.12 billion compared with P733 million in the same period of 2024. Consolidated net income totaled P407 million, a 467% increase from last year’s net income of P71.9 million.

For the first nine months of 2025, combined revenues reached P3.3 billion, up from P2.1 billion for the same period in 2024. Consolidated net income for the nine-month period surged to P1.18 billion, eight times higher than last year’s net income of P131.6 million.

Mining Operations**July – September 2025 versus July – September 2024**

Dore production contained 5,496 ounces of gold, up from last year’s 5,038 ounces, and 15,251 ounces of silver compared with 11,653 ounces.

Gold price averaged US\$3,453.67/oz. versus US\$2,490.95/oz. last year, while silver price averaged US\$39.97/oz. compared with US\$29.13/oz. The P/US\$ exchange rate averaged P57.22/US\$1 versus P56.99/US\$1 last year.

The increase in metal prices, coupled with higher production, resulted in a 54% increase in metal sales from P729.6 million to P1.12 billion.

Tonnage broken rose slightly to 88,096 tonnes, while tonnage milled increased from 90,119 tonnes to 94,628 tonnes. Mining costs increased by 15% from P237.1 million to P273.5 million, reflecting higher production input costs. Milling costs rose by 9% from P110.2 million to P120.2 million, in line with the higher volume of processed ore. Depletion expenses decreased by P4.3 million to P58 million due to increased ore reserves.

Net income for the quarter amounted to P404 million compared with P73.53 million in the same quarter last year.

January – September 2025 versus January – September 2024

Gold production totaled 17,255 ounces of gold, 15% better than last year’s 15,039 ounces; silver production increased to 38,769 ounces from 34,807 ounces.

Gold price averaged US\$3,208.90/oz. versus US\$2,297.92/oz. last year, while silver price averaged US\$35.70/oz. compared with US\$26.89/oz. The P/US\$ exchange rate averaged P57.11/US\$1 versus P56.97/US\$1 last year.

Gross revenues increased by 28% from P2.9 billion to P3.3 billion primarily due to higher metal production and prices and the stronger US dollar vis-à-vis the Philippine Peso.

Costs and expenses increased by 8% mainly on account of the following:

- 11% increase in milling expenses to P35.7 million, driven by the additional 11,196 tonnes of ore milled;
- 6% increase in depreciation to P7.6 million due to a change in the accounting estimates of the useful lives of various items of PPE.
- 7% decrease in depletion to P13.4 million due to higher ore reserves.
- 59% increase in excise tax to P48 million resulting from higher gold sales;
- 13% increase in overhead costs to P38 million attributable to payments for contractual services.

Net income for the nine months ended reached P1.15 billion, ten times more than last year's P112 million.

BALANCE SHEET MOVEMENTS

September 30, 2025 versus December 31, 2024

- Cash and cash equivalents increased by 761 % to P535 million, primarily from higher operating cash inflows.
- Receivables rose by P216 million or 345% reflecting the outstanding balance on a dore shipment.
- Inventories declined by P48 million as dore inventory from December 2024 was sold in early January.
- Advances to suppliers and contractors increased by 72% or P68 million due to required down payments and longer lead times.
- Other non-current assets consisting mainly of input VAT increased by P53 million.

On the liabilities side:

- Short-term borrowings increased by P8 million due to the reclassification of balances from long-term to short-term borrowings and net of repayments.
- Income tax payable decreased by 100% as the company fully settled its outstanding income tax liability during the period.
- Retirement benefit obligations declined by 11.84% following the company's payment of benefit obligations owed to pensioners, reducing the overall liability.

The period's P1.1 billion net income reduced the Company's retained earnings deficit by the same amount.

CAPITAL EXPENDITURES

Capital expenditures for the quarter totaled P122.6 million, of which P46.6 million went to exploration; P58.5 million to machinery and equipment; P14.4 million to mine development; and P3.0 million to maintenance of tailings storage facility 5A.

For the first nine months of the year, total capital expenditures amounted to P372 million, of which P165.8 million went to exploration; P143.2 million to machinery and equipment; P41.8 million to mine development; and P21.5 million to maintenance of tailings storage facility 5A.

OUTLOOK FOR THE YEAR

Lepanto will continue producing gold and silver dore from its Victoria and Teresa deposits. Exploration drilling to confirm extensions of the orebodies continue.

The 2025 capex budget is approximately P700 million, to be funded from operations, and covering machinery and equipment purchases, mine development, tailings dam maintenance, and exploration activities.

Prices of gold and silver are expected to remain robust, which could offset inflationary pressures on materials and equipment costs.

No events are known that could trigger material direct or contingent financial obligations, nor are there projected significant elements of income or loss outside the Company's normal operations.

SUBSIDIARIES

For the nine months of 2025, subsidiary performance compared with the same period last year was as follows:

- Diamond Drilling Corporation of the Philippines registered a Net income of P25.97 million versus P19.7 million last year.
- Lepanto Investment and Development Corporation incurred a Net loss of P0.16 million, nearly unchanged from the prior year's P0.15 million net loss.
- Shippside, Incorporated's Net income increased to P5.7 million from P3.1 million last year.

*** - KEY PERFORMANCE INDICATORS-LCMC**

Tonnes Milled which indicates the number of ore taken for processing, **Milled Head** is the amount of gold per ton milled and **Gold production** which is the final product of the operations. **Metal sales, Cost and Expenses** and **Net Income** round up the review process on how the company is performing vis-à-vis the performance of the same period last year. **Average Gold price** for the period adds another parameter that needs watching notwithstanding that the company has no direct influence on its movement.

LEPANTO CONSOLIDATED MINING COMPANY

Impact of Current Global Financial Condition

Credit Risk

Credit risk refers to the potential loss arising from any failure by counterparties to fulfill their obligations, as and when they fall due. It is inherent to the business as potential losses may arise due to the failure of its customers and counterparties to fulfill their obligations on maturity dates or due to adverse market conditions.

All gold exports when priced are practically settled on cash basis. Parent Company's existing contracts with gold refineries allow for advances of 98% of payable metals paid in two (2) working days from pricing. Full settlement is normally received within three (3) working days.

The Parent Company enters into marketing contracts only with refineries and smelters of established international repute. Since the Parent Company is a primary gold producer, it has an exclusive marketing contracts with Heraeus Ltd.

The Group has a significant concentration of credit risk in relation to its trade receivables from Heraeus Ltd. Such risk is managed by securing the specific approval of the BOD before entering into contracts with refineries and by assessing the creditworthiness of such refineries.

The credit risk arising from these financial assets arises from default of the counterparty, with maximum exposure equal to the carrying amount of these instruments. The Group's gross maximum exposure to credit risk is equivalent to the carrying values since there are no collateral agreements for these financial assets.

There is no significant exposure to credit risk.

Market Risk

Market risk is the risk of loss to future earnings, to fair values or to future cash flows that may result from changes in the price of a financial instrument. The value of a financial instrument may change as a result of changes in foreign currency exchange rates, interest rates, equity prices and other market changes.

Foreign Exchange Risk

Foreign exchange risk is the risk to earnings or capital arising from changes in foreign exchange rates. The Group takes on exposure to effects of fluctuations in the prevailing foreign currency exchange rates on its consolidated financial statements and consolidated statements of cash flows.

The Group follows a policy to manage its currency risk by closely monitoring its cash flow position and by providing forecast on all other exposures in non-Philippine Peso currencies.

The Group sells its product to the interstates national market. All metal sales are denominated in US\$. Dollar conversion of metal sales to Philippine Peso is based on the prevailing exchange rate at the time of sale. The Group also has purchase transactions denominated in AU\$.

No revaluation of Foreign currency-denominated liabilities during the current year. Foreign exchange gain or losses due to the movement of the Philippine peso vis a vis the US\$ are recognized at year-end on outstanding US\$ denominated assets and liabilities. The gain/(loss) on Philippine peso appreciation/(depreciation) against the dollar as a result of settlement of liabilities is reflected as foreign exchange gain/(loss) in the financial statements.

Interest Rate Risk

The Group's exposure to the risk for changes in market interest rate relates primarily to its long-term borrowings with floating interest rates. The Group regularly monitors its exposure to interest rates movements. Management believes that cash generated from operations is sufficient to pay for its obligations under the loan agreements as they fall due.

Liquidity Risk

Liquidity risk arises from the possibility that the Group may encounter difficulties in raising funds to meet maturing obligations from financial instruments or that a market for derivatives may not exist in some circumstances.

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of advances from related parties. The Group considers its available funds and its liquidity in managing its long-term financial requirements. For its short-term funding, the Group's policy is to ensure that there are sufficient capital inflows to match repayments of short-term debt.

As part of its liquidity risk management, 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. Accordingly, its loan maturity profile is regularly reviewed to ensure availability of funding through an adequate amount of credit facilities with financial institutions.

Fair Values

PFRS defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair values are obtained from quoted market prices, discounted cash flow models and option pricing models, as appropriate.

Cash and Cash Equivalents, Trade Receivables and Trade and Other Payables

The carrying amounts of cash and cash equivalents, receivables and trade and other payables, which are all subject to normal trade credit terms and are short-term in nature, approximate their fair values.

AFS Financial Assets

Fair values of investments are estimated by reference to their quoted market price at the end of the reporting period. Unquoted equity securities are carried at cost, net of impairment in value, since fair value of these AFS securities cannot be reliably determined as these securities are not listed and have no available bid price.

Loans Payable and Borrowings

Carrying value of the loans payable and borrowings as at end of the quarter approximate their fair values. Borrowings from local banks are all clean loans with interest rates of 8.0%.

LEPANTO CONSOLIDATED MINING COMPANY AND SUBSIDIARIES
FINANCIAL RATIOS
PURSUANT TO SRC RULE 68, AS AMENDED
SEPTEMBER 30, 2025
(With Comparative Annual Figures for 2024)

	PERIOD ENDED SEPTEMBER 30, 2025	YEAR ENDED DECEMBER 31, 2024
Profitability Ratios:		
Return on assets	7.07%	0.65%
Return on equity	19.52%	2.11%
Gross profit margin	42.48%	16.11%
Net profit margin	35.46%	3.67%
Liquidity and Solvency Ratios:		
Current ratio	0.69 :1	0.42 :1
Quick ratio	0.35 :1	0.08 :1
Solvency ratio	0.11 :1	0.01 :1
Financial Leverage Ratios:		
Asset to equity ratio	2.76 :1	3.25 :1
Debt to equity ratio	1.76 :1	2.25 :1
Interest coverage ratio	-50.27 :1	-0.72 :1



Lepanto Consolidated Mining Company

DATE : November 12, 2025
FROM : Kurt Linus Ljomir Z. Ursua
SUBJECT : Summary of Exploration for the 3rd Quarter of 2025 in SEC17Q

To support ongoing mine production, delineate extensions of the current mineralized zones, and assess additional targets of geological interest within MPSA 1990-001-CAR, underground diamond drilling was conducted across the Victoria, Teresa, and Felicia areas from five caddy stations positioned between the 800L and 1140L levels.

A total of 35 drill holes, with a cumulative advance of 3,233.50 meters, were completed during the third quarter of 2025. The program utilized two pneumatic Meter Eater rigs and two hydraulic LM90 rigs operated by Diamond Drilling Corporation of the Philippines (DDCP) and Major Drilling Group International Inc. (MDGI).

Drilling activity is anticipated to continue in the succeeding period. Assay results shall be integrated into the drillhole database upon completion for scheduled mineral resource estimation runs and will be reported separately.

Furnished for your information and record.

Prepared by:


Kurt Linus Ljomir Z. Ursua
Licensed Geologist (PRC #0002011)
Geological Society of the Philippines
ACP – Geology (PMRC 25-06-03)

The exploration update report was prepared by Kurt Linus Ljomir Z. Ursua, Chief Mine Geologist of Lepanto Consolidated Mining Company, who possesses the requisite expertise in epithermal mineralization style, particularly as they pertain to the Victoria, Teresa, and Felicia Deposits. Mr. Ursua is recognized as a Competent Person for Exploration and Mineral Resource Estimation in accordance with the Philippine Mineral Reporting Code (PMRC). He is a licensed Professional Geologist (PRC License No. 0002011) and holds an accredited Competent Person license (Geology ACP-25-06-03). Mr. Ursua has provided his formal consent for the public disclosure of this statement, which summarizes the current status of exploration activities conducted by LCMC.



Lepanto Consolidated Mining Company

ACCREDITED COMPETENT PERSON'S CONSENT FORM AND CONSENT
STATEMENT, AND CERTIFICATES

Accredited Competent Person's Consent Form

Pursuant to the requirements under the prevailing The Philippine Stock Exchange, Inc.'s Consolidated Listing and Disclosure Rules, as amended, and Clause 10 of the Philippine Mineral Reporting Code 2020 edition (the "Consent Statement")

Public Report or Technical Report name to be Publicly Released:

Summary of Exploration for the 3rd Quarter of 2025 in SEC17Q

Name of Company releasing the Public Report:

Lepanto Consolidated Mining Company

Name of Mineral Deposit to which the Public Report refers to:

Victoria, Teresa, Felicia Epithermal Vein Deposits

Data Cut-off Date:

September 30, 2025

Report Date:

November 12, 2025



Lepanto Consolidated Mining Company

Consent Statement

I, Kurt Linus Ljomir Z. Ursua, confirm that I am the Accredited Competent Person for the Public Report and that:

- I am a licensed Geologist (PRC No. 0002011) residing at #560, Horseshoe Complex, La Guerta, Paco, Mankayan, Benguet
- I have read and understood the requirements of the 2020 Edition of the Philippine Mineral Reporting Code for Reporting of Exploration Results, Mineral Resources and Mineral Reserves (PMRC 2020 Edition).
- I certify that the Public Report or Technical Report has been prepared in accordance with the PMRC 2020 Edition and its Implementing Rules and Regulations.
- I am an Accredited Competent Person in Geology as defined by the PMRC 2020 Edition, having a minimum of five years relevant experience in the style of mineralization and type of Mineral Deposit described in the Public Report, and to the activity for which I am accepting responsibility.
- I am a Member of the Geological Society of the Philippines.
- I am Lepanto Consolidated Mining Company's Chief Mine Geologist for the Victoria-Teresa Gold Project and the Technical Services Manager for the Far Southeast Project. I own 2,360,000 shares of \$PSE:LC through public brokerage – most of which have been acquired incrementally since 2020.
- I assume full responsibility for the following Public Report which I have co-prepared with Mary Grace C. Torres of LCMC's Exploration Group.
- I have reviewed the Public Report or Technical Report to which this Consent Statement Page 60 PMRC 2020 IRR applies.
- I have disclosed to the reporting company the full nature of the relationship between myself and the company, including any issues that could be perceived by investors as a conflict of interest.



Lepanto Consolidated Mining Company

- I verify that the Public Report or Technical Report is based on, and fairly and accurately reflect in the form and context in which it appears, the information in my supporting documentation relating to exploration; and to the best of my knowledge, all technical information that are required to make this Public Report not misleading, false, inaccurate or incorrect, have been included.
- I have conducted Data Verification and Data Validation of the data disclosed in the Public Report.
- I have attached to this Consent Statement copies of my relevant Professional Regulation Commission (PRC) professional identification card (PIC), Accredited Competent Person Certificate, and Professional Tax Receipt.



Lepanto Consolidated Mining Company

Consent

I consent to the release and public disclosure of the Public Report and this Consent Statement by the Board of Directors of: Lepanto Consolidated Mining Company, for reporting the summary of exploration for Q2 in SEC 17Q.


Kurt Linus Ljomir Z. Ursua
Accredited Competent Person

November 12, 2025

Date

PRC PIC Registration No. 2011/
Valid Until June 13, 2026

Geological Society of the Philippines
Professional Representative Organization of the ACP

ACP ID / Certificate No. 25-06-03/
Valid Until June 13, 2026

Professional tax Receipt No. 9255840
/Issued at Mankayan, Benguet on April 07/ 2025



Lepanto Consolidated Mining Company

ACKNOWLEDGMENT

REPUBLIC OF THE
PHILIPPINES (CITY OF **MAKATI CITY**) SS.

BEFORE ME, a Notary Public for and in the City of XXX, personally appeared the following persons to wit:

<u>NAME</u>	<u>VALID ID</u>	<u>Validity/Place issued</u>
Kurt Linus Ljomir Z. Ursua	PRC	June 13, 2026/Baguio

All known to me and to me known to be the same persons who executed the foregoing instrument and acknowledged to me that the same is their free and voluntary act and deed.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my notarial seal this _____ day of _____ 2025, in the City of **MAKATI CITY**.
NOV 13 2025

WITNESS MY HAND AND SEAL.

Doc. No. 416 ;
Page No. 85 ;
Book No. XXXVII ;
Series of 8025 ;

ATTY. GERVACIO B. ORTIZ JR.
Notary Public City of Makati
Until December 31, 2026
IBP No. 556155 Lifetime Member
MCLE Compliance No. VIII-0040999
Appointment No. M-007(2025-2026)
PTR No. 10456005 Jan. 2, 2025
Makati City Roll No. 40091
101 Urban Ave. Campos Rueda Bldg.
Brgy. Pio Del Pilar, Makati City

(Append here the scanned copies of the ACP's valid PRC Professional identity (PIC), ACP identification card 9or accreditation certificate), and Professional Tax Receipt)



Lepanto Consolidated Mining Company

OFFICIAL RECEIPT			
			
Republic of the Philippines Province of Benguet OFFICE OF THE TREASURER			
Municipality			
Accountable Form No. 51 Revised January, 1992	ORIGINAL		
DATE <u>January 7, 2025</u>	No. BGT 9255840		
PAYOR <u>KURT LINUS LOMIR E. URSUA</u>			
NATURE OF COLLECTION	ACCOUNT CODE	AMOUNT	
<u>PTR</u>		<u>₱ 300 00</u>	
<u>GEOLOGIST</u>			
TOTAL		₱ 300 00	
AMOUNT IN WORDS <u>Three hundred pesos only</u>			
☐ Cash	Drawee Bank	Number	Date
☒ Check	<u>Landbank</u>	<u>8671</u>	<u>1-7-25</u>
☐ Money Order	<u>Bugmas</u>		
Received the amount stated above.			
IMELDA I. MACANES Provincial Treasurer Collecting Officer			
Note: Write the number and date of this receipt on the back of treasury warrant, check or money order received.			



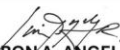
Lepanto Consolidated Mining Company

ELECTRONIC PROFESSIONAL IDENTIFICATION CARD (e-PIC)

REPUBLIC OF THE PHILIPPINES PROFESSIONAL REGULATION COMMISSION PROFESSIONAL IDENTIFICATION CARD	
	Apelyido/Surname URSUA
	Pangalan/Given Name KURT LINUS LJOMIR
	Panggitnang Apelyido/Middle Name ZAPANTA
	Registration No. 0002011
	Registration date 09/08/2014
	Valid Until 06/13/2026
	GEOLOGIST

REMINDERS:

1. Present the digital copy of your Professional Identification Card (e-PIC) as a valid proof of identity.
2. The e-PIC contains all the information of the physical copy of PIC and has the same functionality and validity.
3. You can scan to verify the authenticity of this e-PIC using any computer or mobile device equipped with QR SCANNER.

ACCREDITED COMPETENT PERSON CERTIFICATE	
The GEOLOGICAL SOCIETY OF THE PHILIPPINES (GSP)	
<i>hereby certifies that</i>	
KURT LINUS LJOMIR Z. URSUA	
ACP Registration No.: 25-06-03	
is a current and active Accredited Competent Person in Geology ("ACP – Geology")	
as prescribed by the Philippine Mineral Reporting Code 2020 Edition since July 10, 2025,	
who agrees to be bound by the Code of Ethics for Geologists,	
and holds this accreditation until June 13, 2026.	
<i>Issued on this 10th day of July 2025.</i>	
 CICERON A. ANGELES, Jr. Chairperson GSP - Mineral Reporting Code Committee	 KEVIN L. GARAS President, GSP