

COVER SHEET

SEC Registration Number

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Company Name

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

Principal Office (No./Street/Barangay/City/Town/Province)

7	F		L	I	B	E	R	T	Y		B	U	I	L	D	I	N	G		8	3	5						
A	.	A	R	N	A	I	Z		B	U	I	L	D	I	N	G		M	A	K	A	T	I		C	I	T	Y

Form Type

1	7	-	Q
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Department requiring the report

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Secondary License Type, If Applicable

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COMPANY INFORMATION

Company's Email Address

info@libertygroup.com.ph

Company's Telephone Number/s

(02) 8892-5011

Mobile Number

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No. of Stockholders

459

Annual Meeting
Month/Day

**Last Wednesday of
July**

Fiscal Year
Month/Day

December 31

CONTACT PERSON INFORMATION

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

Name of Contact Person

Maria Luisa L. Quizon

Email Address

mlquizon@libertygroup.com.ph

Telephone Number/s

**(02) 8892-
5011**

Mobile Number

-

Contact Person's Address

Liberty Building, 835 A. Arnaiz Avenue, Makati City

Note: In case of death, resignation or cessation of office of the officer designated as contact person, such incident shall be reported to the Commission within thirty (30) calendar days from the occurrence thereof with information and complete contact details of the new contact person designated

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: **March 31, 2026**
2. Commission identification number: **14782**
3. BIR Tax Identification No: **000-128-846-V**
4. Exact name of registrant as specified in its charter: **LIBERTY FLOUR MILLS, INC.**
5. Province, country or other jurisdiction of incorporation or organization: **Metro Manila**
6. Industry Classification Code: (SEC Use Only)
7. **Liberty Building, 835 A. Arnaiz Avenue, Makati City** **1229**
Address of issuer's principal office Postal Code
8. Issuer's telephone number, including area code: **(632) 8892-5011**
9. Former name, former address and former fiscal year, if changed since last report: **-na-**
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 and amount of debt outstanding
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Common	150,000,000
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11. Are any or all of the securities listed on a stock exchange?

Yes [☒] No [☐]

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

Stock Exchange	Class of Securities
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Philippine Stock Exchange, Inc.	Common Shares
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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

The Parent Company and its subsidiary are collectively referred to in the consolidated financial statements as “the Group”.

Please refer to the unaudited interim consolidated financial statements of the Liberty Flour Mills, Inc. (the “Company”) and its subsidiary for the three (3) months ended March 31, 2026 which is attached hereto as Annex “A” and which is hereby incorporated by reference to form an integral part of the Report. Likewise, attached as Annex “B” is the Group Statement of Changes in Stockholder’s Equity for the three (3) months ended March 31, 2026 and as compared to same period for the year 2025, and the Company’s basis for the computation of Basic Earnings per share.

The interim consolidated financial statements are prepared in compliance with Philippine Financial Reporting Standards (PFRS) in accordance with the Securities Regulations Code.

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

The sales volume of flour and mill feeds increased by 9.01% for the three-month period ended March 31, 2026, compared to the same period in the previous year. In terms of sales value, the Company generated ₱290.68 million versus ₱267.83 million in the same quarter last year, representing an increase in sales revenue of 8.53%, mainly driven by higher volume. Correspondingly, cost of sales increased but only by 3.15%, primarily due to higher production volume for the period. The increase, however, was lower than the growth in sales revenue, reflecting the Company’s improved cost management and operational efficiency. Better utilization of raw materials, controlled manufacturing overhead, and reduced direct operating expenses contributed to a favorable movement in cost of sales relative to the increase in sales volume resulting in an improved gross profit margin of 19.35%, compared to 15.15% in the same period last year. The Company’s lease rental income amounted to ₱3.66 million for the three-month period this year, slightly lower than ₱3.77 million in the same period last year, representing a minimal decrease of 0.02%.

For the quarter ended March 31, 2026, total gross income amounted to ₱68.75 million, significantly higher than ₱51.65 million recorded in the same period last year. The increase in gross income was primarily attributable to higher sales revenue, as discussed above. Gross income was derived from gross profit on the sale of the Company’s products, as well as rental and real estate income, interest income, and dividend income.

Operating expenses and finance costs for the three-month period in 2026 amounted to ₱35.77 million, 13.92% higher than ₱31.40 million recorded in the same period last year. These expenses consist of selling and administrative costs, including salaries and wages, employee welfare, depreciation, outside services, taxes, insurance, communications, office supplies, transportation, repairs and maintenance, interest, and other related expenses.

Other income (charges), net, for the three-month period in 2026 amounted to (₱3.93 million), an improvement compared to net charges of (₱8.08 million) in the same period last year. This account includes net miscellaneous income from scrap sales, unrealized foreign exchange gains or losses, provision for impairment losses, and gains or losses on the sale of financial assets.

As of the quarter ended March 31, 2026, the Company's trust receipt balance amounted to ₱323.88 million, compared to ₱298.68 million in the same period last year, representing an increase of 7.78% due to higher US# volume of imported wheat.

The total combined assets amounted to ₱2.81 billion as of March 31, 2026 which is lower by 1.67% while total liabilities amounted to ₱0.61 billion lower by 9.70%, from balances as of December 31, 2025.

On August 5, 2025, the Company obtained SEC's approval for the distribution of the property dividends. The distribution of the Company's investment in LPC shares as property dividends resulted to dilution in the Company's ownership % to 0.40%, hence, losing control over LPC. Accordingly, the Company's investment in LPC distributed as property dividends, classified as "Noncurrent asset held for distribution to owners" amounting to ₱123.71 million is derecognized and its retained interest was reclassified to "Financial assets at FVOCI" at fair value amounting to P3.5 million.

The Company is affected by foreign exchange fluctuation considering that its supplies and raw materials are sourced abroad. Similarly, increase in the price of wheat in the world market poses as a major risk to the Company. When necessary, the Company adjusts the prices of its products in order to meet changes in the currency rates and prices.

The Company operation is regulated by the two (2) year of Certificate of Non Conformance (CNC) where non-renewal will trigger the cessation of flour milling operations.

Further discussion of material changes in amount of accounts with 5.0% or more change:

Inventories – The decrease in this account was primarily attributable to the utilization of wheat raw materials in production to support the higher sales volume during the period.

Prepaid expenses and other current assets – The increase is mainly attributable to importation costs that have not yet been reclassified to inventory.

Accounts payable – The decrease is due to some advance payments made on trust receipts during the first quarter of 2026.

Income tax payable – The increase is due to higher recognition of income tax liabilities by the Parent Company during the first quarter of 2026.

Accrued retirement benefit costs - The increase is due to additional recognition of retirement costs during the first quarter of 2026.

Performance Indicators

The Company and its subsidiary determine their performance on the following five (5) key performances indicators:

- Selling Price, Volume and Revenue Growth

These indicate external performance of the Company in relation to the movements of consumer demand and the competitors' action to market behavior. These also express market acceptability and room for development and innovation. These are being monitored and compared as basis for further study and development.

During the three-month period ended March 31, 2026, there was 8.53% increase in revenue as compared to previous year's same period performance. There is a significant increase in sales volume of Company's products. However, there was a decrease in the Company's rental income by 1.52%.

- Cost Contribution

This measures the amount of supply and cost-efficiency of the applicable products of the Company. It shows the trend of supplies' cost particularly in imported raw materials where there are foreign exchange exposures. Costs are analyzed regularly pursuant to cost reduction and efficiency measures.

During the three-month ended March 31, 2026, there was an increase of 3.15% in cost of sales over the previous year's same period performance primarily due to increase in production volume for the period.

- Gross Profit Contribution

Review of sales less cost is done on a regular basis to check if targets are being met. This measures the profitability within the bounds of cost and demand. Like other indicators, this is reviewed on a regular basis for proper action and consideration.

During the three-month ended March 31, 2026, the Company generated gross profit of 19.35%. There was a significant increase in gross profit as compared in the prior year's same period performance. The increase is directly attributable to the higher sales revenue.

- Operating margin

This shows the result after operation expenses have been deducted. Operating expenses are examined, checked and traced for major expenses. These are being analyzed and compared to budget and expenses incurred in previous years to ensure prudence and discipline in spending behind marketing and selling activities.

During the three-month ended March 31, 2026, there was a sharp decrease in operating expenses by 22.70% over the previous year's same period performance. Operating income was earned this quarter as a result of combined decrease in cost of sales and in operating expenses despite of the decrease in sales.

- Plant Capacity Utilization

This determines total usage of the plant capacity, Full utilization produces better yield thus better margin. Standard rates for the plants were set and monthly utilization is determined to property equate and carefully assess the differences.

Plant capacity is at average of 75% utilization.

There are no events that will trigger direct or contingent financial obligations that are material to the Company, including any default or acceleration of an obligation. There were also no material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Company with unconsolidated entities or other persons created during the reporting period.

MARKET PRICE

The market price of the Company's common shares closed at ₱30.00 on March 31,2026. For the Company's high and low prices for the first quarter of 2026, please see table below:

Stock	Quarter	High	Low
LFM	1	30.00	30.00

PART II – FINANCIAL DISCLOSURES

Financial Instruments and Financial Risk Disclosure

The Group's financial instruments consist of cash and cash equivalents, trade receivables, financial assets at FVPL, financial assets at FVOCI. The main purpose of these financial instruments is to fund the group's operations. The other financial assets and financial liabilities arising directly from its operations are refundable deposits recorded under "Other noncurrent assets" account, liabilities under trust receipts, accounts payable and accrued expenses.

The main risks arising from the Group's financial instruments are credit risk, equity price risk and liquidity risk. The Group's exposure to foreign currency risk is minimal as this only relates to the Group's foreign currency-denominated cash in banks. The BOD reviews and approves policies for managing each of these risks.

a. Credit Risk

This represents the loss that the Group would incur if counterparty failed to perform under its contractual obligations. The Group has established controls and procedures in its credit policy to determine and monitor the credit worthiness of customers and counterparties. The Group is operating under a sound credit-granting process over its distributors. Credit monitoring process involves a weekly check over collections based on a benchmark.

The Group trade receivables is concentrated with its three distributors which account for 99% of the total trade receivables as of March 31, 2026. The Group has been transacting business with these distributors for a long time and has not encountered any credit issue with them. With respect to credit risk arising from other financial assets of the Group which comprise of cash equivalents, financial assets at FVPL, financial assets at FVOCI, the Group's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these instruments. There are no collaterals or other credit enhancement held over these assets.

b. Equity Price Risk

Equity price risk is the risk that the fair value of a financial instrument will fluctuate because of changes in market prices. The Group is exposed to equity price risk because of investments in quoted equity securities, which are classified in the consolidated statements of financial position as financial assets at FVTPL and at FVOCI investments. The Group's policy is to maintain the risk at an acceptable level. Movement of share price is monitored regularly to determine impact on its financial position.

c. Foreign Currency Risk

This risk describes the impact of changes in foreign exchange rates on the consolidated balance sheet and consolidated statement of income items denominated in foreign currencies.

The Group's foreign currency-denominated financial assets and liabilities which are all in US dollar (\$) as of March 31, follows:

	2026	2025
Cash in bank	\$ 12,489	\$73,345
Foreign Securities – Gazprom	\$298,500	\$298,500
Total US dollar-denominated assets	\$310,989	\$371,845

The exchange rate per \$1.00 to Philippine peso is ₱60.75 and ₱57.21 respectively.

d. Liquidity Risk

Liquidity risk is the risk that the Group will be unable to pay its obligations when they fall due under normal and stress circumstances. The Group manages risk by maintaining a balance between continuity of funding and flexibility. Treasury controls and procedures are in place to ensure that sufficient cash is maintained to cover daily operational and working capital requirements. Management closely monitors the Group's future and contingent obligations and sets up required cash reserves as necessary in accordance with internal policies.

e. Fair Value

The carrying values of cash and cash equivalents, receivables, notes payable, accounts payable and other current liabilities approximate their fair values due to their short-term nature. The carrying value of unquoted equity securities approximate their fair values based on the adjusted net asset method. The carrying values deposits on long-term leases were not materially different from their calculated fair values estimated by discounting future cash flows using rates currently available for debt on similar terms and remaining maturities. Financial assets at FVTPL and financial assets at FVOCI are carried at their fair values based on quoted market prices.

PART III - OTHER INFORMATION

All other information which requires disclosure under the full Disclosure Rules of the Securities and Exchange Commission has been previously filed by the Company under SEC Form 17-C

SIGNATURE

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

LIBERTY FLOUR MILLS, INC.

By:



JOHN CARLOS UY
Chairman of the Board



JOHN CARLOS UY
Chief Executive Officer



JOSE MA. S. LOPEZ
Chief Financial Officer

ANNEX "A"

LIBERTY FLOUR MILLS, INC.

LIBERTY BLDG., 835 A. ARNAIZ AVE.
MAKATI CITY

UNAUDITED FINANCIAL STATEMENTS
MARCH 31, 2026

LIBERTY FLOUR MILLS, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS OF MARCH 31, 2026

(With comparative figures for year ended Dec. 31, 2025 and three months ended March 31, 2025)

<u>Assets</u>		March 31, 2026		December 31, 2025 <u>Audited</u>		March 31, 2025
Current Assets						
Cash and cash equivalents	P	89,578,695		P 100,291,212	P	27,800,033
Receivables		904,801,066		929,419,209		1,137,605,080
Financial assets at fair value through profit or loss		-		14,965,350		12,993,871
Inventories:						
Finished goods	P	55,031,601	P	20,114,577	P	34,811,923
Raw materials		41,866,961		190,576,361		160,147,359
Inventories-in Transit		-		-		-
Total Inventories		96,898,562		210,690,938		194,959,282
Prepaid expenses & other current assets		178,933,044		57,906,878		76,389,533
		1,270,211,367		1,313,273,587		1,449,747,799
Assets classified as held for contribution to owners		-		-		1,279,005,229
Total current assets	P	1,270,211,367	P	1,313,273,587	P	2,728,753,028
Financial assets at fair value through OCI		401,438,787		423,132,511		429,247,826
Investment properties		726,082,311		705,842,089		704,592,180
Plant, Property & Equipment, net		366,356,024		365,549,414		356,248,078
Deferred Charges & Other Assets		45,252,731		49,252,730		12,620,643
Total Assets	P	2,809,341,221	P	2,857,050,331	P	4,231,459,755
<u>Liabilities & Stockholders' Equity</u>						
Current Liabilities						
Accounts Payable	P	486,058,050	P	561,248,051	P	439,173,873
Notes Payable - current portion		80,000,000		80,000,000		131,500,000
Income Tax Payable		44,832,816		35,896,899		6,942,156
		610,890,866		677,144,950		577,616,029
Liabilities classified as held for contribution to owners		-		-		1,381,791,982
Total Current Liabilities	P	610,890,866	P	677,144,950	P	1,959,407,991
Notes Payable - noncurrent portion		-		-		-
Deposit on long-term lease		-		-		-
Net retirement plan liability		600,000		-		5,501,310
Deferred Income Tax Liability		-		-		-
Other Non-current Liabilities		-		-		-
Total Liabilities	P	611,490,866	P	677,144,950	P	1,964,909,301
Stockholders' Equity						
Capital Stock, authorized - 200,000,000 shares at P10 par value per share P2,000,000,000.						
Issued and outstanding, 150,000,000 shares	P	1,500,000,000	P	1,500,000,000	P	1,500,000,000
Fair value changes on financial assets through OCI		12,956,225		12,469,019		12,086,832
Remeasurement gain (loss) on defined benefit		754,069		754,069		(5,334,084)
Other components of equity of disposal group classified as held for		0		-		(137,951,269)
Retained earnings						
Appropriated	P	-	P	-	P	-
Unappropriated		684,140,062		666,682,293		705,793,148
Total Retained Earnings		684,140,062		666,682,293		705,793,148
Total Equity Attributable to Equity Holders of Parent Company		2,197,850,356		2,179,905,381		2,074,594,627
Non-controlling interests		-		-		191,955,827
Total Stockholders' Equity	P	2,197,850,356	P	2,179,905,381	P	2,266,550,454
Total Liabilities & Stockholders' Equity	P	2,809,341,221	P	2,857,050,331	P	4,231,459,755

LIBERTY FLOUR MILLS, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF INCOME
For quarter ended March 31, 2026
(With comparative figures for the quarter ended March 31, 2025)

		<u>March 31, 2026</u>		<u>March 31, 2025</u>
Net Sales	P	290,681,088	P	267,832,003
Rental Income		<u>3,658,629</u>		<u>3,773,579</u>
Total Revenue		294,339,717		271,605,582
Cost of Sales		234,434,967		227,268,742
Cost of Services		<u>1,184,853</u>		<u>1,164,572</u>
Total Cost of sales and services		235,619,820 ①		228,433,314
Gross Profit	P	58,719,897	P	43,172,268
Operating expenses				
General and administrative expenses		25,105,109		19,034,053
Selling and marketing expenses		<u>5,174,693</u>		<u>5,332,391</u>
		30,279,802 ①		24,366,444
Other Income (Charges)				
Interest Income		2,735,857 ②		2,934,297
Dividend Income		7,291,909 ②		5,541,679
Interest expense		(5,493,028) ③		(7,036,174)
Other Income (charges), net		<u>(3,931,408) ②③</u>		<u>(8,082,136)</u>
		603,330		(6,642,334)
Income (loss) before Income Tax	P	29,043,425	P	12,163,490
Provision for Income Tax, current		<u>(8,935,916)</u>		<u>(6,942,156)</u>
Provision for Income Tax, Deferred				
Net Income (loss) for the period from Continuing Operations	P	<u>20,107,509</u>	P	<u>5,221,334</u>
Net Income (loss) for the period from Discontinued Operations		<u>-</u>		<u>(954,482)</u>
Net Income Attributable To:				
Equity holders of the Parent Company		20,107,509		4,141,653
Non-controlling interests		-		(395,156)
Earnings (loss) per share	P	<u>0.13</u>	P	<u>0.03</u>

Legend:

① Gross Expense

② Non-operating income

③ Non-operating expense

LIBERTY FLOUR MILLS, INC. AND SUBSIDIARY
CONSOLIDATED STATEMENT OF CASH FLOWS
For quarter ended March 31,2026
(With comparative figures for the quarter ended March 31,2025)

	January 1 to March 31, 2026	January 1 to March 31, 2025
CASHFLOWS FROM OPERATING ACTIVITIES:		
Income (loss) before tax	P 33,555,698	P 12,163,490
Income (loss) before tax from discontinued operations	-	(870,784)
Adjustment for:		
Depreciation	8,326,001	19,344,730
Fair Value changes of financial assets at FVPL	(842,027)	(3,608,653)
Retirement Benefit Cost	600,000	2,400,000
Interest income	(2,735,857)	(2,937,194)
Dividend Income	(7,291,909)	(5,561,679)
Interest expense	5,493,028	25,452,724
Loss (Gain) on the sale of AFS investments	(535,503)	-
Loss (Gain) on sale of PPE	(20,426)	-
Operating Income before working capital change	36,549,005	46,382,634
Decrease (Increase) in:		
Receivables	24,618,143	221,285,846
Inventories	113,792,377	(35,743,433)
Prepayments and other assets	(121,026,166)	(23,297,617)
Increase (Decrease) in:		
Trade Payables and other current liabilities	(152,362,169)	(595,542,626)
Deposit on long term lease	-	10,649,589
Unearned Rental Income	-	4,218,110
Cash generated (used) from operations	(98,428,810)	(372,047,497)
Income tax paid	-	(609,516)
Interest Received	2,735,857	2,937,194
Net cash provided by (used in) operating activities	(95,692,953)	(369,719,819)
CASHFLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of FVPL	15,747,925	-
Dividends received	7,291,909	5,561,679
Proceeds from redemption of FVOCI	14,874,222	20,000,000
Proceeds from disposal of PPE	35,000	-
Acquisition of plant, property and equipment	(8,791,974)	(10,387,968)
Acquisition of investment properties	(20,780,300)	(63,955)
Decrease(increase) in other non-current assets	4,924,270	-
Net cash used in investing activities	13,301,052	15,109,756
CASHFLOW FROM FINANCING ACTIVITIES		
Availment of Loans	149,955,084	38,000,000
Loan Payments	(72,782,673)	(34,117,647)
Interest paid	(5,493,028)	(25,452,724)
Payments of cash dividends	-	308,030,169
Net cash generated from financing activities	71,679,383	286,459,798
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(10,712,518)	(68,150,265)
Add: Cash and cash equivalents:		
January 1	100,291,213	108,897,752
CASH AND CASH EQUIVALENTS, END	P 89,578,695	P 40,747,487

LIBERTY FLOUR MILLS, INC. AND SUBSIDIARY
NOTES TO UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS
AS OF MARCH 31, 2026

1. Basis of Financial Statement Preparation

The consolidated financial statements are prepared on a historical cost basis, except for financial assets at fair value through profit or loss (FVTPL), financial assets at fair value through other comprehensive income (FVOCI) that are measured at fair value. The consolidated financial statements are presented in Philippine peso (Peso), which is the Group's functional and presentation currency, and rounded to the nearest peso except as otherwise indicated.

Statement of Compliance

The consolidated financial statements of the Group are prepared in compliance with Philippine Financial Reporting Standards (PFRS).

Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Parent Company and its subsidiaries as of March 31, 2026.

The financial statements of the subsidiaries are prepared for the same reporting period as the Parent Company. All intra-group balances, transactions, unrealized gains and losses, resulting from intra group transactions and dividends are eliminated in full.

2. Significant Accounting Policies

Changes in Accounting Policies and Disclosures

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

- Amendments to PAS 1, *Classification of Liabilities as Current or Non-current*
- Amendments to PFRS 16, *Lease Liability in a Sale and Leaseback*
- Amendments to PAS 7 and PFRS 7, *Disclosures: Supplier Finance Arrangements*

Standards Issued but not yet Effective

Pronouncements issued but not yet effective are listed below. The Group intends to adopt the following pronouncements when they become effective. Adoption of these pronouncements is not expected to have a significant impact on the Group's consolidated financial statements, unless otherwise indicated.

Effective beginning on or after January 1, 2025

- PFRS 17, *Insurance Contracts*
- Amendments to PAS 21, *Lack of exchangeability*

Effective beginning on or after January 1, 2026

- Amendments to PFRS 9 and PFRS 7, *Classification and Measurement of Financial Instruments*

- *Annual Improvements to PFRS Accounting Standards – Volume 11*
 - Amendments to PFRS 1, *Hedge Accounting by a First-time Adopter*
 - Amendments to PFRS 7, *Gain or Loss on Derecognition*
 - Amendments to PFRS 9, *Lessee Derecognition of Lease Liabilities and Transaction Price*
 - Amendments to PFRS 10, *Determination of a “De Facto Agent”*
 - Amendments to PAS 7, *Cost Method*

Effective beginning on or after January 1, 2027

- PFRS 18, *Presentation and Disclosure in Financial Statements*
- PFRS 19, *Subsidiaries without Public Accountability*

Deferred effectivity

- Amendments to PFRS 10, *Consolidated Financial Statements*, and PAS 28, *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

3. Others

1. The same accounting policies and methods of computation are followed in the interim financial statements as of March 31, 2026 as compared with the audited financial statements as of December 31, 2025.
2. The business operation of the company for the interim period is continuous, there is no cycle and it is not seasonal.
3. There are no unusual items that affected assets, liabilities, equity and cash flows.
4. There are no changes in estimates of amounts reported in prior financial years.
5. There are no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.
6. There are no changes in the composition of this issuer during the interim period. There are no business combinations, no acquisition or disposal of subsidiary and long term investments, no restructuring and no discontinuing operations.
7. There are no contingent liabilities and contingent assets.

ANNEX "B"

LIBERTY FLOUR MILLS, INC.

LIBERTY BLDG., 835 A. ARNAIZ AVE.
MAKATI CITY

STATEMENT OF CHANGES
IN STOCKHOLDER'S EQUITY
MARCH 31, 2026

LIBERTY FLOUR MILLS, INC.
STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY
For three months ended March 31, 2026 and 2025

	2026	2025
CAPITAL STOCK		
Authorized - 200 million shares		
at P10 par value per share <u>P2 billion</u>		
Issued and outstanding -150 million shares P	1,500,000,000	P 1,500,000,000
Fair value changes on financial assets through OCI	12,956,225	12,086,832
Accumulated Remeasurement on Retirement Benefits	754,069	(5,334,084)
Discontinued operations		(242,529,670)
RETAINED EARNINGS		
January `1	663,682,662	806,229,896
Net income for the period	20,457,400	4,141,653
Cash dividends declared and paid	-	-
	684,140,062	810,371,549
Non-Controlling Interest	-	191,955,827
	2,197,850,356	2,266,550,454

BASIS FOR THE COMPUTATION OF BASIC EARNINGS PER SHARE

	2026	2025
NUMERATOR:		
Net income (loss) for the first quarter	P 20,457,400	P 5,221,334
DENOMINATOR:		
Outstanding shares	150,000,000	150,000,000
Treasury Stock	0	0
TOTAL WEIGHTED AVERAGE SHARES	150,000,000	150,000,000

LIBERTY FLOUR MILLS, INC. AND SUBSIDIARY

Aging of Accounts Receivable

As of March 31, 2026

Type of Accounts Receivable	Total	Current	1 Month	2-3 Months	Over 3 Mos.
a) Trade Receivables					
Flour and Millfeed custome P	872,386,220 P	441,003,753 P	109,405,817 P	207,986,105 P	113,990,546
Building Tenants	1,762,335	-	1,762,335	-	-
b) Non-Trade Receivables:					
Others	30,652,511	-	-	-	30,652,511
Total P	904,801,066 P	441,003,753 P	111,168,152 P	207,986,105 P	144,643,057