TOYOTA
FINANCIAL SERVICES

TOYOTA FINANCIAL SERVICES PHILIPPINES CORPORATION
32/F GT Tower Int'l Ayala Avenue cor. HV Dela Costa St.,
Salcedo Village, Makati City 1227
Customer Care Hotline: Metro Manila (02) 7757- 8500
Domestic Toll-Fee (PLDT) : 1-800-1-857-8500
Email.feedback@toyotafinancial.ph

August 14, 2026

Securities and Exchange Commission
7907 Makati Avenue, Barangay Bel-Air
Makati City, Metro Manila

Attention: **Atty. Oliver O. Leonardo**
Director - Markets and Securities Regulation Department

Atty. Rachel Esther J. Gumtang-Remalante
Director - Corporate Governance and Finance Department

Philippine Dealing & Exchange Corp.
29th Floor, BDO Equitable Tower
8751 Paseo de Roxas
Makati City

Attention: **Atty. Suzy Claire R. Selleza**
Head – Market Regulatory Services

Subject: Submission of SEC Form 17-Q as of June 30, 2026

Gentlemen/Mesdames:

We hereby submit a copy of the Quarterly Report (SEC Form 17-Q) for the period ended June 30, 2026.

This submission is made solely for purposes of regulatory engagement and should not be interpreted as an admission or acknowledgment that TFSPH is subject to the periodic reporting obligations under the Securities Regulation Code, pending formal regulatory clarification.

Should you have any questions or require further clarification, please feel free to contact us.

Thank you.

Very truly yours,

Marlon M. Pernez
EVP/Comptroller

COVER SHEET

CS200251691

S.E.C. Registration Number

TOYOTA FINANCIAL SERVICES

PHILIPPPINES CORPORATION

(Company's Full Name)

32F GT TOWER INTERNATIONAL

AYALA AVENUE COR. HV DELA

COSTA STREET MAKATI CITY

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

Marlon M. Pernez

Contact Person

7756 -7423

Company Telephone Number

03 31

Month *Day*

Fiscal Year

17-Q

FORM TYPE

Any day in July of every year

Annual Meeting

N/A

Secondary License Type, If Applicable

MSRD

Dept. Requiring this Doc.

N / A

Amended Articles Number/Section

Total Amount of Borrowings

1 0

Total No. of Stockholders

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document I.D.

Cashier

STAMPS

Remarks = pls. use black ink for scanning purposes

SEC Number CS200251691
File Number _________

TOYOTA FINANCIAL SERVICES PHILIPPINES CORPORATION
(Company's Full Name)

32F GT TOWER INTERNATIONAL, AYALA AVENUE, COR.HV DELA COSTA ST.,
SALCEDO VILLAGE, MAKATI CITY
(Company's Address)

7756-7423
(Telephone Number)

March 31
(Fiscal Year Ending)

17-Q
(Form Type)

N/A

June 30, 2026
(Period Ended Date)

None
(Secondary License Type and File Number)

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. Commission identification number	:	CS200251691
3. BIR Tax Identification No	:	219-715-396-00000
4. Exact name of issuer as specified in its charte	:	TOYOTA FINANCIAL SERVICES PHILIPPINES CORPORATION
5. Province, country or other jurisdiction of incorporation or organization	:	Makati City, NCR, Philippines
6. Industry Classification Code:	:	(SEC Use Only)
7. Address of issuer's principal office	:	32F GT TOWER INTERNATIONAL, AYALA AVENUE, COR.HV DELA COSTA ST., SALCEDO VILLAGE, MAKATI CITY
8. Issuer's telephone number, including area co	:	(632) 7756-7423
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

tle of Each Cla	No. of Shares Common Stock Outstanding	Amount of Debt Outstanding (Unsubscribed)
ommon Share	87,000,000 shares	N/A

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

Yes [ ] No [X]

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

---------------------------------- :

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 [X]

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

Yes [ ] No [X]

PART I - FINANCIAL INFORMATION

Item 1. Financial Statements

Please see attached Interim Condensed Financial Statements and General Notes to Interim Condensed Financial Statements (Refer to Annex A) and Financial Soundness Indicators (Refer to Annex B).

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations - Annex A

Please see attached Interim Condensed Financial Statements and General Notes to Interim Condensed Financial Statements (Refer to Annex A)

PART II - OTHER INFORMATION

This is to inform the Commission that the Company successfully issued on October 21, 2025, its maiden Fixed Rate Bonds for Php5B under its approved Php 20B bond programme. The issuance was in two tranches with 2-and 3-year tenors maturing in October 2027 and October 2028, respectively. The company shall use the proceeds to diversify its funding sources and to align with the projected growth in assets.

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.

TOYOTA FINANCIAL SERVICES PHILIPPINES CORPORATION

By:

Marlon M. Pernez
Executive Vice President, Comptroller

ROMMEL J. OCAMPO
President

August 14, 2026

SUBSCRIBED AND SWORN to before me this AUG 14 2026, affiants exhibiting to me their respective Identification Nos. with the following details:

Name	Identification No.	Date/Place of Issue	Valid Until
Marlon M. Pernez	SSS 0398776127	N/A	N/A
Rommel J. Ocampo	P4453849B	January 20, 2020/Phillippines	January 20, 2030

Notary Public
Until _______
PTR No. ______
Place ______

Doc. No. 368;
Page No. 74;
Book No. 133;
Series of 2026

ATTY. MAGNOLIA M. MASANGCAY
Appointment No. M-047
Notary Public for Makati City
Until December 31, 2027
Suite 1015/10th Cityland 10 Tower 1
H.V. Dela Costa St, Ayala Ave., Makati City
Roll No.: 69481
PTR No. 10766661; 01-05-26; Makati City
IBP No. 567531; 12-18-25; Batangas Chapter
MCLE Compliance No. VIII-0040450
Valid until April 14, 2028

ANNEX A

Toyota Financial Services Philippines Corporation and Subsidiary

Unaudited Interim Condensed Consolidated Financial Statements
as at June 30, 2026 (Unaudited) and March 31, 2026 (Audited) and
for the three months ended June 30, 2026 and 2025 (Unaudited)

TOYOTA FINANCIAL SERVICES PHILIPPINES CORPORATION AND SUBSIDIARY

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(Amounts in Thousands)

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
ASSETS		
Cash on hand and in banks	**₱3,295,132**	₱2,995,290
Due from Bangko Sentral ng Pilipinas	**1,387,377**	3,685,133
Securities purchased under resale agreement	**1,117,000**	–
Loans and receivables	**176,927,484**	173,202,940
Assets held for sale	**506,348**	546,707
Property and equipment	**773,956**	855,676
Software costs	**814,533**	782,980
Deferred tax assets	**413,978**	344,209
Derivative asset	**1,571,409**	1,526,141
Other assets	**271,671**	254,128
	₱187,078,888	₱184,193,204
LIABILITIES AND EQUITY		
LIABILITIES		
Loans payable and bonds payable	**₱162,579,252**	₱158,873,005
Derivative liability	**71,169**	13,784
Income tax payable	**159,372**	58,363
Lease liabilities	**68,050**	82,322
Deposits on lease contracts	**75,839**	77,292
Accounts payable and other liabilities	**2,402,473**	3,505,171
	165,356,155	162,609,937
EQUITY		
Capital stock - ₱100 par value		
Authorized - 90,000,000 shares,		
issued and outstanding - 87,000,000 shares	**8,700,000**	8,700,000
Retained earnings		
Unappropriated	**12,219,096**	11,959,886
Appropriated	**921,471**	921,471
Cash flow hedge reserve	**(69,657)**	50,087
Actuarial loss on retirement plan	**(48,177)**	(48,177)
	21,722,733	21,583,267
	₱187,078,888	₱184,193,204

See accompanying Notes to Financial Statements.

TOYOTA FINANCIAL SERVICES PHILIPPINES CORPORATION AND SUBSIDIARY

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(Amounts in Thousands, Except Earnings Per Share)

	For the Three Months Ended June 30	
	2026	2025
INTEREST INCOME		
Loans and receivables	**₱4,560,018**	₱3,972,460
Due from Bangko Sentral ng Pilipinas	**5,534**	24,737
Securities purchased under resale agreement	**19,911**	14,385
Cash in banks	**227**	212
TOTAL INTEREST INCOME	**4,585,690**	4,011,794
INTEREST EXPENSE		
Loans payable and derivatives	**2,553,138**	2,325,761
Lease liabilities	**775**	850
TOTAL INTEREST EXPENSE	**2,553,913**	2,326,611
NET INTEREST INCOME	**2,031,777**	1,685,183
SERVICE FEES AND OTHER INCOME	**80,394**	94,916
OPERATING EXPENSES		
Provision for credit and impairment losses	**709,634**	551,231
Taxes and licenses	**285,753**	241,863
Compensation and fringe benefits	**205,230**	156,580
Litigation and collection	**120,804**	119,534
Depreciation and amortization	**112,514**	118,974
Occupancy	**109,120**	82,199
Sales and marketing	**75,614**	65,886
Computer hardware and software expenses	**77,723**	59,925
Credit investigation	**25,268**	27,560
Supervision fees	**16,196**	14,016
Contractual services	**8,521**	12,135
Postage, cable and telegram	**5,929**	8,038
Management and professional fees	**5,088**	3,785
Transportation and travel	**4,337**	3,613
Entertainment, amusement and recreation	**203**	239
Others	**15,690**	18,821
	1,777,624	1,484,399
INCOME BEFORE INCOME TAX	**334,547**	295,701
PROVISION FOR INCOME TAX	**75,337**	75,328
NET INCOME	**259,210**	220,372
OTHER COMPREHENSIVE INCOME (LOSS)		
Other comprehensive income, net of tax, to be reclassified to profit or loss in subsequent periods:		
Net movement in cash flow hedge reserve	**(119,744)**	(213,303)
TOTAL COMPREHENSIVE INCOME	**₱139,466**	₱7,069

See accompanying Notes to Financial Statements.

TOYOTA FINANCIAL SERVICES PHILIPPINES CORPORATION AND SUBSIDIARY

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
AS OF JUNE 30, 2026 AND 2025 (UNAUDITED)
(Amounts in Thousands)

	Capital Stock	Retained Earnings		Cash Flow Hedge Reserve	Actuarial Loss on Retirement Plan	Total
		Unappropriated	Appropriated			
Balances at April 1, 2026	**₱8,700,000**	**₱11,959,886**	**₱921,471**	**₱50,087**	**(₱48,177)**	**₱21,583,267**
Total comprehensive income (loss) for the period	**–**	**259,210**	**–**	**(119,744)**	**–**	**139,466**
Balances at June 30, 2026 (Unaudited)	**₱8,700,000**	**₱12,219,096**	**₱921,471**	**(₱69,657)**	**(₱48,177)**	**₱21,722,733**
Balances at April 1, 2025	₱8,700,000	₱10,698,609	₱921,471	₱124,804	(₱37,996)	₱20,406,888
Total comprehensive income (loss) for the period	–	220,372	–	(213,303)	–	7,069
Balances at June 30, 2025 (Unaudited)	₱8,700,000	₱10,918,981	₱921,471	(₱88,499)	(₱37,996)	₱20,413,957

See accompanying Notes to Financial Statements.

TOYOTA FINANCIAL SERVICES PHILIPPINES CORPORATION AND SUBSIDIARY

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	For the Three Months Ended June 30	
	2026	**2025**
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	**₱334,547**	₱295,701
Adjustments for:		
Depreciation and amortization	**112,514**	118,974
Amortization of debt issue cost on loans payable	**114,630**	71,551
Interest expense on lease liabilities	**775**	850
Provision for impairment losses	**709,634**	676
Loss (gain) on sale of property and equipment	**(104)**	4
Changes in operating assets and liabilities:		
Increase in:		
Loans and receivables	**(3,917,670)**	(3,200,982)
Assets held for sale	**(481,825)**	(45,403)
Other assets	**(17,543)**	(51,105)
Increase (decrease) in:		
Deposits on lease contracts	**(1,453)**	(166)
Accounts payable and other liabilities	**(1,102,699)**	1,651,183
Net cash used in operations	**(4,249,194)**	(1,158,717)
Income taxes paid	**(4,182)**	(7,867)
Contribution to retirement fund	–	(28,201)
Net cash used in operating activities	**(4,253,379)**	(1,194,785)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisitions of:		
Property and equipment	**(16,110)**	(42,047)
Software	**(63,850)**	(6,865)
Proceeds from sale of:		
Property and equipment	**22,483**	37,388
Net cash used in investing activities	**(57,477)**	(11,523)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from availment of loans payable	**21,443,123**	15,306,793
Settlement of loans payable and derivatives	**(17,998,133)**	(13,505,894)
Payment of lease liabilities	**(15,048)**	(27,008)
Net cash provided by financing activities	**3,429,942**	1,773,891
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	**880,914**	567,583

(Forward)

	For the Three Months Ended June 30	
	2026	2025
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD		
Cash on hand and in banks	**₱2,995,290**	₱2,537,042
Due from Bangko Sentral ng Pilipinas	**3,685,133**	2,689,111
Securities purchased under resale agreement	**–**	715,000
	6,680,423	5,941,153
CASH AND CASH EQUIVALENTS AT END OF PERIOD		
Cash on hand and in banks	**3,295,132**	2,433,729
Due from Bangko Sentral ng Pilipinas	**1,387,377**	4,075,007
Securities purchased under resale agreement	**1,117,000**	–
	₱5,799,509	₱6,508,736
OPERATIONAL CASH FLOWS FROM INTEREST		
Interest received	**₱3,604,005**	₱4,970,767
Interest paid	**2,554,123**	2,055,245

See accompanying Notes to Financial Statements.

TOYOTA FINANCIAL SERVICES PHILIPPINES CORPORATION AND SUBSIDIARY

NOTES TO UNAUDITED INTERIM FINANCIAL STATEMENTS

1. Corporate Information

Incorporation and operations

Toyota Financial Services Philippines Corporation (TFSPH or the Parent Company) is a domestic corporation registered with the Philippine Securities and Exchange Commission (SEC) on August 16, 2002. The Parent Company's registered address is 32F GT Tower, Ayala Ave. cor. HV Dela Costa St. Makati City. The Parent Company has a perpetual existence by virtue of Section 11 of Republic Act No. 11232 also known as the "Revised Corporation Code of the Philippines".

The Parent Company serves customers of Toyota vehicles through financing and leasing services, as well as Toyota dealers, through inventory stock financing. On May 8, 2008, the Monetary Board of the Bangko Sentral ng Pilipinas (BSP) granted the Parent Company its quasi-banking license, which enables the Parent Company to diversify its sources of funds, as well as offer a wider range of financing products to its growing customers and perform other quasi-banking functions effective April 1, 2009.

The following table sets forth the ownership structure of the Parent Company:

	Percentage of ownership
Toyota Financial Services Corporation (TFSC)	60.00%
GT Capital Holdings, Inc. (GT Capital)	40.00%

The Parent Company and its subsidiary's (collectively, the Group's) ultimate parent company is TFSC, a financial services company based in Japan.

On May 26, 2023, the BSP approved the Parent Company's license to operate as an Electronic Money Issuer – Non-Bank Financial Institution (EMI-NBFI) by expanding its existing myTOYOTA Wallet mobile application with e-wallet services.

The Parent Company is a listed debt issuer on the Philippine Dealing and Exchange Corporation (PDEx). On October 21, 2025, the Parent Company issued and listed its ₱5.0 billion maiden domestic bonds, representing the first tranche out of its ₱20.0 billion Bond Programme.

Establishment of Toyota Insurance Services Philippines Corporation

The Parent Company established an insurance agency, Toyota Insurance Services Philippines Corporation (TISPH or Subsidiary Company), a wholly owned domestic subsidiary. TISPH was registered with the SEC on September 10, 2025, with capitalization of ₱10.00 million. On October 28, 2025, the Insurance Commission (IC) issued a Certificate of Authority authorizing TISPH to engage in life and non-life insurance agency business until December 31, 2027, subject to renewal in accordance with applicable IC rules and regulations. The subsidiary company commenced its operation in December 2025.

2. Material Accounting Policy Information

Basis of Preparation of Interim Condensed Financial Statements

The interim condensed financial statements of the Group as of June 30, 2026 and for the three months ended June 30, 2026 and 2025 have been prepared using the historical cost basis except for derivative financial instruments, which have been measured at fair value.

The accompanying interim condensed financial statements are presented in Philippine peso (₱), which is also the Group's functional currency.

All values are rounded to the nearest peso unless otherwise stated.

The accompanying interim condensed financial statements have been prepared by the Group for its debt offering transaction.

Basis of Consolidation
The consolidated financial statements as of and for the year ended March 31, 2026 represent the first consolidated financial statements prepared by the Group.

The consolidated financial statements include the financial statements of the Parent Company and of its subsidiary and are prepared for the same reporting period as the Parent Company using consistent accounting policies.

Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if, and only if, the Group has:
- power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee);
- exposure or rights to variable returns from its involvement with the investee; and
- the ability to use its power over the investee to affect its returns.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the statement of financial position and statement of comprehensive income from the date the Group gains control until the date the Group ceases to control the subsidiary.

The financial statements of the subsidiary are prepared for the same reporting period as the Parent Company, using consistent accounting policies.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group's accounting policies. All intragroup transactions, balances, income and expenses resulting from intragroup transactions are eliminated in full in the consolidation. Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the Parent Company and to the non-controlling interests, even if this results in the non-controlling interest having a deficit balance.

If the Parent Company loses control over a subsidiary, it:
- derecognizes the assets (including goodwill) and liabilities of the subsidiary and the cumulative translation differences, recorded in equity;
- recognizes the fair value of the consideration received, the fair value of any investment retained and any surplus or deficit in profit or loss; and

reclassifies the parent's share of components previously recognized in other comprehensive income to profit or loss or retained earnings, as appropriate, as would be required if the Parent Company had directly disposed of the related assets or liabilities

Statement of Compliance
The interim condensed financial statements of the Group have been prepared in accordance with Philippine Accounting Standards (PAS) 34, *Interim Financial Reporting*. Accordingly, the interim condensed financial statements do not include all of the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual financial statements as at and for the year ended March 31, 2026 prepared in accordance with Philippine Financial Reporting Standards (PFRS) Accounting Standards.

Presentation of Financial Statements
The Group presents its statement of financial position broadly in order of liquidity. An analysis regarding recovery or settlement within 12 months after the statement of financial position date (current) and more than 12 months after the statement of financial position date (noncurrent) is presented in Note 16.

Changes in Accounting Policies and Disclosures
The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those of the Group's annual financial statements as of and for the year ended March 31, 2026, except for the adoption of the amendments to Amendments to PAS 21, *Lack of exchangeability*, which became effective April 1, 2025. The adoption of these amendments to PFRS Accounting Standards did not have an impact on the Group's interim condensed financial statements.

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Seasonality or Cyclicality of Interim Operations
Seasonality or cyclicality of interim operations is not applicable to the Group's type of business.

3. Significant Accounting Judgments and Estimates

The preparation of the accompanying interim condensed financial statements in accordance with PAS 34 requires management to make judgments and estimates that affect the amounts reported in the interim condensed financial statements and related notes. Judgments and estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may ultimately differ from these estimates.

The significant judgments and assumptions made in the unaudited interim condensed financial statements of the Group are consistent with the most recent annual financial statements issued, unless otherwise indicated.

Estimates

a. Impairment of Loans and Receivables
   The Group's ECL calculations are outputs of complex models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies.

   The significant factors affecting the estimates on the ECL model include:

- The criteria for assessing if there has been a significant increase in credit risk.
- The definition of default, which is consistent with the regulatory requirements.
- Segmentation of the portfolio into individual and corporate.
- Development of ECL models, including the various formulas and the choice of inputs.
- Determination of associations between macroeconomic scenarios and economic inputs and the effect on PDs, EADs and LGDs. For the three months ended June 30, 2026 and 2025, the Group revisited the historical default and recovery experiences and updated its forecast of macroeconomic variables affecting the default of its individual and corporate loan segments and reflected them in the overlay.
- Incorporation of expert judgment in the selection of the forward looking macroeconomic scenarios to derive the economic inputs. For the three months ended June 30, 2026 and 2025, the Group evaluated its expectations of economic recovery based on available market and published data and reflected such in the scenario weights.

The carrying amounts of the loans and receivables and related allowance are disclosed in Notes 8 and 12.

b. Valuation of Assets Held for Sale
The Group's assets held for sale are carried at the lower of their carrying amount and fair value less costs to sell. Fair value is based on the valuation performed by the internal appraiser. As of June 30, 2026 and 2025, the Group reassessed the valuation of these assets in view of their current market price, together with its historical sales experience, and made the adjustments, as necessary, to their valuation to reflect the expectations of recoverability of these assets.

As of March 31, 2026 and 2025, assets held for sale is disclosed in Note 9.

4. Segment Information

The Group's operating activities are organized and managed separately according to nature of the products and services. Operating segments are reported in accordance with the internal reporting to Senior Management who is responsible for allocating resources to the segments and assessing their performance. The Group has identified the following reportable segments:

Financing and Leasing Operations
This segment consists primarily of lease and retail financing. These activities are undertaken by the Parent Company.

Insurance Operations
This segment primarily engaged in the provision of insurance products, including but not limited to life, travel, motor, property and personal accident insurance. These activities are undertaken by the Subsidiary Company.

The following tables present relevant information regarding business segments as of June 30, 2026:

	June 30, 2026 (Unaudited)			June 30, 2025 (Unaudited)
	Financing Operations	**Insurance Operations**	**Total**	**Financing Operations**
Results of Operations				
Interest income	**₱4,585,690**	**₱–**	**₱4,585,690**	4,011,794
Interest expense	**(2,553,913)**	–	**(2,553,913)**	(2,326,611)
Net interest income	**2,031,777**	–	**2,031,777**	1,685,183

Service fees, insurance commission, and other income	**70,109**	**10,285**	**80,394**	**94,916**
Total operating income	**2,102,626**	**10,285**	**2,112,171**	**1,780,099**
Total operating expenses	**(1,772,281)**	**(5,343)**	**(1,777,624)**	**(1,484,399)**
Income before income tax	**329,605**	**4,942**	**334,547**	**295,701**
Provision for income Tax	**(74,112)**	**(1,225)**	**(75,337)**	**(75,328)**
Net Income	**₱255,493**	**₱3,717**	**₱259,210**	**₱220,372**
Statement of Financial Position				
Total Assets	**₱187,042,533**	**₱36,355**	**₱187,078,888**	**₱168,438,944**
Total Liabilities	**₱165,347,322**	**₱8,833**	**₱165,356,155**	**₱148,024,987**
Other Segment Information				
Capital expenditures	**₱1,586,256**	**₱2,233**	**₱1,588,489**	**₱1,698,116**
Depreciation and amortization	**₱112,432**	**₱82**	**₱112,514**	**₱118,974**
Provision for credit and impairment losses	**₱709,634**	**₱–**	**₱709,634**	**₱551,231**

	March 31, 2026 (Audited)			March 31, 2025 (Audited)
	Financing Operations	Insurance Operations	Total	Financing Operations
Results of Operations				
Interest income	₱16,707,204	₱3	₱16,707,207	₱15,348,641
Interest expense	(9,571,283)	–	(9,571,283)	(8,644,962)
Intersegment	(88)	88	–	–
Net interest income	7,135,833	91	7,135,924	6,703,679
Service fees, insurance commission, and other income	327,187	22,902	350,089	815,065
Total operating income	7,463,020	22,993	7,486,013	7,518,744
Total operating expenses	(5,776,011)	(3,491)	(5,779,502)	(5,122,103)
Intersegment	1,000	(1,000)	(75)	–
Income before income tax	1,688,009	18,502	1,706,436	2,396,641
Provision for income Tax	(440,538)	(4,621)	(445,159)	(696,569)
Net Income	₱1,247,471	₱13,881	₱1,261,277	₱1,700,072
Statement of Financial Position				
Total Assets	₱184,162,711	₱30,493	₱184,193,204	₱165,475,241
Total Liabilities	₱162,603,250	₱6,687	₱162,609,937	₱145,068,352
Other Segment Information				
Capital expenditures	₱1,638,656	₱2,315	₱1,636,341	₱1,803,041
Depreciation and amortization	₱477,137	₱7	₱477,144	₱444,448
Provision for credit and impairment losses	₱1,778,040	₱–	₱1,778,040	₱1,653,978

5. Earnings per Share

Basic EPS amounts are calculated by dividing the net income for the year by the weighted average number of common shares outstanding during the year.

The following reflects the income and shares data used in the basic earnings per share computations in the Group's consolidated financial statements (amounts in thousands, except for earnings per share):

		June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)	March 31, 2026 (Audited)
a.	Net income attributable to equity holdings of the Parent Company	**₱259,210**	₱220,372	₱1,261,277
b.	Weighted average number of outstanding common shares of the Parent Company	**87,000**	87,000	87,000
c.	Basic / diluted earnings per share (a/b)	**₱29.79**	₱25.33	₱14.50

6. **Cash on hand and in bank and Due from Bangko Sentral ng Pilipinas**

Cash on hand and in banks
This account consists of:

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
Cash on hand	**₱1,286**	**₱3,369**
Cash in banks	**3,294,081**	**2,992,156**
	3,295,367	**2,995,525**
Allowance for credit losses	**(235)**	**(235)**
	₱3,295,132	**₱2,995,290**

For the three months ended June 30, 2026 and 2025, cash in banks earn annual interest ranging from 0.06% to 0.25%.

Interest earned on cash in banks amounted to ₱0.22 million and ₱0.21 million for the three-month periods ended June 30, 2026 and 2025, respectively.

Due from BSP
This account consists of:

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
Demand deposits	**₱1,387,377**	**₱1,441,133**
Overnight deposits	–	**2,244,000**
Term deposits	–	–
	₱1,387,377	**₱3,685,133**

Due from BSP includes non-interest-bearing demand deposit account. It also includes overnight deposit facility that earns annual interest ranging from 3.75% to 4.25% and from 4.75% to 5.25% for the three months June 30, 2026 and 2025, respectively, and term deposit facility that earns annual interest ranging from 4.00% to 4.74% and from 5.05% to 5.80% for the three months ended June 30, 2026 and 2025, respectively. Total interest earned on Due from BSP amounted to ₱5.53 million and ₱24.74 million for the three months ended June 30, 2026 and 2025, respectively.

As of June 30, 2026 and March 31, 2026, the Group is in compliance with the BSP's reserve requirement. The total available reserves booked under 'Due from BSP' amounted to ₱1.39 billion and ₱1.37 billion as of June 30, 2026 and March 31, 2026, respectively.

7. Securities Purchased Under Resale Agreement (SPURA)

This account consists of government securities purchased under reverse repurchase agreement with the BSP as counterparty. These government securities, with face value amounting to ₱1.12 billion and nil million as of June 30, 2026 and March 31, 2026, respectively, were pledged in favor of the Group as collateral for SPURA, which is equivalent to the face value of the government securities.

The annual interest is ranging from 4.50% to 4.75% and from 5.25%.% to 5.75% for the three months ended June 30, 2026 and 2025, respectively.

Total interest earned on SPURA amounted to ₱19.91 million and ₱14.38 million for the three months ended June 30, 2026 and 2025, respectively.

8. Loans and Receivables

This account consists of:

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
Receivables from customers		
Receivables financed	₱22,270,632	₱21,557,474
Unearned finance income	(3,548,038)	(3,357,922)
	18,722,594	18,199,552
Finance lease receivables		
Finance lease receivables	193,208,234	189,370,225
Residual value of leased assets	318	318
	193,208,552	189,370,543
Unearned lease income	(33,930,237)	(33,138,598)
	159,278,315	156,231,945
	178,000,909	174,431,497
Other receivables		
Receivables from clients	₱135,263	₱130,389
Receivables from employees	45,639	45,332
Accrued interest receivable on overnight deposit facility	118	187
Others	640,563	408,528
	820,583	584,436
Total loans and receivable before allowance	178,821,492	175,015,933
ECL allowance on receivables from customers	(1,893,790)	(1,812,775)
ECL allowance on other receivables	(218)	(218)
	₱176,927,484	₱173,202,940

For the three months ended June 30, 2026 and 2025, receivables financed earn fixed interest ranging from 6.40% to18.70% and from 6.37% to 18.44%, respectively, while finance lease receivables earn fixed from 5.86% to18.87% and from 6.02% to 18.87%, respectively.

As of June 30, 2026 and March 31, 2026, the Group's allowance for credit losses for loans and receivables is in compliance with the requirements of RA No. 8556.

9. Assets Held for Sale

As of June 30, 2026 and March 31, 2026, the Group's assets held for sale amounting to ₱506.35 billion and ₱546.71 million, respectively. For the three months ended June 30, 2026 and 2025, the Group repossessed collaterals from customers amounting to ₱1.96 billion and ₱1.98 billion, respectively. For the same periods, the Group sold assets held for sale with net book value of ₱2.03 billion and ₱1.76 billion, recognizing loss on disposal amounting to ₱82.36 million and ₱188.66 million, respectively. For the three months ended June 30, 2026 and 2025, the Group recorded provision for impairment losses amounting to ₱517.15 million and ₱506.07 million, respectively.

10. Property and Equipment

For the three months ended June 30, 2026 and 2025, the Group acquired property and equipment amounting to ₱16.11 million and ₱42.05 million, respectively. For the same periods, the Group disposed property and equipment with net book value of ₱42.36 million and ₱37.39 million, respectively.

The Group recognized a depreciation expense amounting to ₱80.21 and ₱89.91 million for the three months ended June 30, 2026 and 2025, respectively.

As of June 30, 2026 and March 31, 2026, the Group has no property and equipment pledged as collateral nor commitments to purchase any property or equipment.

11. Software Costs and Other Assets

Software Costs
For the three months ended June 30, 2026 and 2025, the Group acquired software with cost of ₱63.85 million and ₱6.86 million, respectively. Amortization of software costs, included in the 'Depreciation and amortization' in the statements of comprehensive income, amounted to ₱32.22 million and ₱29.06 million for the three months ended June 30, 2026 and 2025, respectively.

Other Assets
This account consists of:

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
Financial assets		
Security deposits	**₱66,053**	₱64,959
Non-financial assets		
Prepaid expenses	**197,871**	185,605
Creditable withholding taxes	**7,747**	3,564
	₱271,671	₱254,128

12. Allowance for Credit and Impairment Losses

This account consists of:

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
Cash in banks*	₱235	₱235
Loans and receivables:		
Finance lease receivables	**₱1,771,215**	₱1,699,298
Receivables financed	**122,575**	113,477
Other receivables	**218**	218
	1,894,008	1,812,993
Assets held for sale	**181,257**	206,151
Property and equipment	**923**	1,562
Balance at end of period	**₱2,076,424**	₱2,020,941

**Allowance under stage 1*

With the foregoing level of allowance for credit and impairment losses, management believes that the Group has sufficient allowance to absorb any losses that may be incurred from the non-collection or nonrealization of its receivables and assets held for sale.

The rollforward analysis of this account for the three months ended June 30, 2026 and 2025 follows:

	June 30, 2026 (Unaudited)				
	Cash in banks	**Loans and receivables**	**Assets held for sale**	**Property and equipment**	**Total**
Beginning balance	**₱235**	**₱1,812,993**	**₱206,151**	**₱12,421**	**₱2,020,723**
Provision for credit and impairment losses	**–**	**193,119**	**517,350**	**638**	**698,971**
Write-off	**–**	**(112,104)**	**–**	**–**	**(112,104)**
Reversal through disposal	**–**	**–**	**(542,244)**	**(12,136)**	**(542,245)**
	₱235	**₱1,894,008**	**₱181,256**	**₱923**	**₱2,076,423**

	June 30, 2025 (Unaudited)				
	Cash in banks	Loans and receivables	Assets held for sale	Property and equipment	Total
Beginning balance	₱235	₱2,045,796	₱336,021	₱11,745	₱2,393,797
Provision for credit and impairment losses	–	44,489	506,066	676	551,231
Write-off	–	(121,695)	–	–	(121,695)
Reversal through disposal	–	–	(320,777)	–	(320,777)
	₱235	₱1,968,591	₱521,309	₱12,421	₱2,502,556

Below is the breakdown of the provision for credit and impairment losses:

	For the Three Months Ended June 30	
	2026 (Unaudited)	2025 (Unaudited)
Loans and receivables		
Finance lease receivables	**₱189,169**	₱54,728
Receivables financed	**10,956**	(10,239)
	193,125	44,489
Assets held for sale	**517,149**	506,066
Vehicle under operating lease	**(639)**	676
	₱709,634	₱551,231

13. Loans and Bonds Payable

This account consists of the Group's borrowings, net of unamortized debt transaction costs:

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
Domestic bank loans	**₱108,295,419**	₱105,236,620
Fixed rate notes	**11,813,199**	14,126,317
Bonds payable	**11,754,047**	11,635,386
Notes payable	**10,802,511**	11,126,070
Foreign bank loans	**14,955,238**	11,795,675
Domestic Bonds	**4,958,838**	4,952,937
	₱162,579,252	₱158,873,005

As of June 30, 2026 and 2025, the unamortized debt transaction costs on loans payable amounted to ₱698.42 million and ₱706.12 million, respectively.

Interest expense on loans payable consists of:

	2026	**2026**
Domestic bank loans	**₱1,729,882**	₱1,608,400
Fixed rate notes	**220,592**	273,794
Bonds payable	**183,067**	210,249
Notes payable	**142,058**	139,978
Foreign bank loans	**196,381**	93,340
Domestic Bonds	**81,152**	–
	₱2,553,138	₱2,325,761

As of June 30, 2026 and March 31, 2026, the outstanding loans payable are unsecured.

Bank loans
As of June 30, 2026 and March 31, 2026, the Company's bank loans have maturity periods of 1 month to 5 years and 18 months to 5 years, respectively. For the three months ended June 30, 2026 and 2025, domestic bank loans bear annual interest rates ranging from 4.00% to 7.20% and 4.00% to 7.33%, respectively.

Fixed rate notes
As of June 30, 2026 and March 31, 2026, the Company's retail fixed rate notes have maturity periods 24 to 36 months. For the three months ended June 30, 2026 and 2025, the fixed rate notes bear annual interest rates ranging from 6.01% to 7.01% and 6.01% to 7.08%, respectively.

On May 8, 2025, the Company issued additional retail fixed rates notes amounting to ₱5.00 billion with annual interest rates ranging from 6.16% to 6.30% and have maturity periods of 30 months to 3 years.

Notes payable
As of June 30, 2026 and March 31, 2026, the Company's notes payable has maturity periods of 6 month to 3 years. For the three months ended June 30, 2026 and 2025, notes payable bears annual interest rates ranging from 4.30% to 6.50% and 5.13% to 6.63%, respectively.

Domestic Bonds
On October 21, 2025, the Parent Company issued and listed its ₱5.00 billion maiden domestic bonds on the PDEx, representing the first tranche of its ₱20.00 billion Bond Programme.

Domestic bonds bear annual interest rates ranging from 5.77% to 5.94% in 2026. As of June 30, 2026, the Parent Company's domestic bonds have maturity periods of 2 years to 3 years.

14. Accounts Payable and Other Liabilities

This account consists of:

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
Accounts payable	**₱472,882**	₱1,202,416
Accrued interest payable	**1,283,602**	1,194,955
Accrued expenses	**589,956**	971,336
Withholding tax payable	**3,059**	93,629
Retirement liability	**46,515**	35,808
Others	**6,459**	7,027
	₱2,402,473	₱3,505,171

Accounts payable includes primarily noninterest-bearing trade payable to dealers representing the proceeds for the purchase of the vehicle by the customer through financing.

Accrued expenses pertain to accruals of gross receipts tax (GRT) and fringe benefit tax, unbilled utilities, employees' compensated leaves and absences and BSP annual supervision fees.

Others consist of Social Security System, PhilHealth, employees' compensation premium and home development mutual fund payable.

15. Derivative Instruments Designated As Hedges

The breakdown of derivative assets (liabilities) designated as hedge instruments in cash flow hedges as of June 30, 2026 and March 31, 2026 is as follows:

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
Derivative asset	**₱1,571,409**	₱1,526,141
Derivative liability	**(71,169)**	(13,784)

As of June 30, 2026 and March 31, 2026, the Group has the following instruments with maturities of 1 to 5 years to hedge exposures to changes in interest rates and foreign exchange currency rates:

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
Cross-currency interest rate swaps		
Nominal amount	**₱25,310,045**	₱22,179,795
Average foreign exchange rate - USD	**57.50**	56.89
Average foreign exchange rate - JPY	**0.39**	0.39
Average fixed interest rate	**5.53%**	5.45%

16. Maturity Analysis of Assets and Liabilities

The following tables present the assets and liabilities as of June 30, 2026 and March 31, 2026 analyzed according to when they are expected to be recovered or settled within one year and beyond one year from the reporting date:

	June 30, 2026 (Unaudited)			March 31, 2026 (Audited)		
	Due within one year	**Due beyond one year**	**Total**	Due within one year	Due beyond one year	Total
Financial Assets						
Cash on hand and in banks	**₱3,295,387**	**₱ –**	**₱3,295,387**	₱2,995,525	₱–	₱2,995,525
Due from BSP	**1,387,357**	**–**	**1,387,357**	3,685,133	–	3,685,133
SPURA	**1,117,000**	**–**	**1,117,000**	–	–	–
Loans and receivables	**–**	**–**	**–**			
Receivables from customers						
Receivables financed	**8,453,973**	**13,817,328**	**22,271,301**	8,343,771	13,213,703	21,557,474
Finance lease receivables	**65,757,525**	**127,450,358**	**193,207,883**	64,163,848	125,206,695	189,370,543
Other receivables						
Receivables from clients	**134,263**	**–**	**134,263**	130,389	-	130,389
Receivables from employees	**17,940**	**27,699**	**45,639**	13,051	32,281	45,332
Accrued interest receivable	**118**	**–**	**118**	187	–	187
Others	**411,981**	**228,681**	**640,662**	408,745	–	408,745
Derivative asset	**–**	**1,571,409**	**1,571,409**	871,824	654,317	1,526,141
Other assets				–	–	–
Security deposits	**–**	**66,053**	**66,053**	–	64,959	64,959
	80,575,404	**142,932,847**	**223,737,072**	80,612,473	139,171,955	219,784,428
Nonfinancial Assets						
Assets held for sale	**₱687,605**	**₱–**	**₱687,605**	₱752,858	₱–	₱752,858
Property and equipment	**–**	**1,800,620**	**1,800,620**	–	1,826,874	1,826,874
Software costs	**–**	**1,366,414**	**1,366,414**	–	1,302,564	1,302,564
Deferred tax assets	**–**	**413,978**	**413,978**	–	344,209	344,209
Other assets				–	–	–
Prepaid expenses	**197,871**	**–**	**197,871**	185,605	–	185,605
Creditable withholding taxes	**7,649**	**–**	**7,649**	3,347	–	3,347
	893,125	**3,581,012**	**4,474,137**	941,810	3,473,647	4,415,457
Less: Unearned finance and lease income			**37,478,275**			36,496,520
Allowance for credit and			**2,076,424**			2,020,941

	June 30, 2026 (Unaudited)			March 31, 2026 (Audited)		
	Due within one year	**Due beyond one year**	**Total**	Due within one year	Due beyond one year	Total
impairment losses						
Accumulated depreciation and amortization			**1,577,621**			1,489,220
			₱187,078,888			**₱184,193,204**

	June 30, 2025 (Unaudited)			March 31, 2025 (Audited)		
	Due within one year	**Due beyond one year**	**Total**	Due within one year	Due beyond one year	Total
Financial Liabilities						
Loans payable						
Domestic bank loans	₱35,105,792	₱73,189,627	₱108,295,419	₱31,358,232	₱73,878,388	₱105,236,620
Fixed rate notes	6,660,000	5,153,199	11,813,199	4,897,000	9,229,317	14,126,317
Notes payable	9,679,260	1,123,251	10,802,511	10,245,820	880,250	11,126,070
Bond payable	6,136,000	5,618,047	11,754,047	6,074,800	5,560,586	11,635,386
Domestic bonds	–	4,958,838	4,958,838	–	4,952,937	4,952,937
Foreign banks	5,814,104	9,141,134	14,955,238	4,554,282	7,242,393	11,795,675
	63,395,156	99,184,097	162,579,253	57,130,134	101,743,871	158,873,005
Derivative liability	–	71,169	71,169	-	119,912,975	119,912,975
Accounts payable and other liabilities						
Accounts payable	472,882	–	472,882	1,202,416	–	1,202,416
Accrued interest payable	543,946	739,657	1,283,603	1,194,955	–	1,194,955
Accrued expenses	247,765	–	247,765	618,360	–	618,360
Deposits on lease contracts	318	75,521	75,839	318	76,974	77,292
Lease liability	38,428	29,622	68,050	34,866	47,456	82,322
	64,698,494	100,100,066	164,798,560	60,181,049	101,881,085	162,062,134
Nonfinancial Liabilities						
Income tax payable	₱159,372	₱–	₱159,372	58,363	–	58,363
Accounts payable and other liabilities				–	–	-
Accrued expenses	276,795	–	276,795	352,976	–	352,976
Withholding tax payable	70,163	–	70,163	93,629	–	93,629
Retirement liability	–	46,515,166	46,515,166	–	35,808	35,808
Others	4,750	–	4,750	7,027	–	7,027
	511,080	46,515	557,595	511,995	35,808	547,803
	₱65,209,574	₱100,146,581	₱165,356,155	₱60,693,044	₱101,916,893	₱162,609,937

17. Service Fees and Other Income

This account consists of:

	For the Three Months Ended June 30	
	2026 (Unaudited)	2025 (Unaudited)
Service and other fees	**₱74,946**	₱175,845
Operating lease revenues	**60,020**	75,753
Recoveries from accounts written off	**23,871**	31,984
Loss on disposal of assets held for sale	**(82,363)**	(188,662)
Insurance commission income	**3,817**	–
Gain (loss) on disposal of property and equipment	**103**	(4)
	₱80,394	₱94,916

Service and other fees include income from late payments, service charges. Late payment charges are those imposed on customers upon default of their amortization payments. Service charges are collected from processing and registration fees.

Commission income pertains to the Subsidiary Company's income on insurance agency activities.

18. Income Taxes

Provision for (benefit from) income tax consists of:

	For the Three Months Ended June 30	
	2026 (Unaudited)	2025 (Unaudited)
Current		
Regular	**₱101,010**	₱95,518
Final	**4,182**	7,867
	105,192	103,385
Deferred	**(29,854)**	(28,057)
	₱75,337	₱75,328

As of June 30, 2026 and March 31, 2026, the Group recognized deferred tax assets amounting to ₱413.98 million and ₱344.21 million, respectively, with the increase primarily attributed to the increase in allowance for credit and impairment losses.

The components of net deferred tax assets are as follow:

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
Deferred tax assets:		
Allowance for credit and impairment losses	**₱519,106**	₱505,236
Cash flow hedge reserve – losses	**23,219**	–
Lease liabilities	**17,012**	20,581
Unamortized past service cost	**19,945**	19,945
Accrued expenses	**17,041**	14,597
Retirement liability	**11,629**	8,952
Transportation equipment - depreciation	**2,647**	2,334
Unrealized foreign exchange loss	**262**	255
	610,862	571,900
Deferred tax liabilities:		
Unamortized debt issue cost	**174,605**	182,108
Right-of-use assets	**21,771**	28,387
Unrealized foreign exchange gain	**508**	500
Cash flow hedge reserve – gains	–	16,696
	196,884	227,691
	₱413,978	₱344,209

19. Lease Commitments

Group as a Lessee

The following are the amounts recognized in statements of income:

	For the Three Months Ended June 30	
	2026 (Unaudited)	2025 (Unaudited)
Rent expense related to short-term leases	**₱31,754**	₱34,384
Depreciation expense of right-of-use assets included in property and equipment	**26,462**	26,230
Interest expense on lease liabilities	**775**	850
	₱58,991	₱61,464

Group as Lessor
For the three months ended June 30, 2026 and 2025, rental income of the Company related to these property leases amounting to ₱60.20 million and ₱75.75 million, respectively, is presented under the 'Service fees and other income' in the statements of income.

20. Related Party Transactions

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party, or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence (referred to as affiliates).

In the normal course of business, the Group enters into transactions with its related parties principally consisting of advances and other borrowings. Under RA No. 8556, *Financing Company Act of 1998*, the Parent Company's amount of credit accommodation to its directors, officers, stockholders and other related parties should not exceed 15.00% of its net worth. In 2026 and 2025, the Parent Company has complied with this regulatory requirement.

The Group has several business relationships with related parties. The terms of the transactions with such parties are listed below on substantially the same terms, including interest and collaterals as those prevailing at the time for comparable transactions with other parties, and are usually settled in cash. These transactions also did not involve more than the nominal risk of collectability or present other unfavorable conditions. There were no guaranties provided or received by the Group for any related party receivables and payables.

There were no significant changes in the Group's related party relationships, transactions, and outstanding balances during the three-month period ended June 30, 2026 from those disclosed in the audited financial statements as of March 30, 2026. Related party transactions were conducted in the ordinary course of business and on terms comparable to those available to non-related parties.

As of June 30, 2026 and March 31, 2026, outstanding balances are unsecured and settlement occurs generally in cash, except otherwise indicated. The Group does not provide any allowance relating to receivables from related parties. This assessment is undertaken each financial year through examining financial position of the related parties and the markets in which the related parties operate.

21. Fair Value Measurement

The methods and assumptions used by the Group and Parent Company in estimating the fair value of the financial instruments are:

Cash on hand and in banks, Due from BSP and SPURA – Due to the short-term nature of the instruments, the fair values approximate the carrying amounts as of the reporting date.

Loans and receivables – Fair value was computed using the discounted cash flow method. The discount rate used was the Bloomberg Valuation (BVAL) rate plus 350 bps in 2026 and 450 bps 2025.

Derivative financial instruments – The fair values of cross-currency interest rate swap transactions are derived using market observable inputs, primarily foreign exchange rates and interest rate curves prevailing at the reporting date. In estimating the fair value, the Group and the Parent Company uses the discounted cash flow model.

Loans payable – Fair value was computed using the discounted cash flow method. The discount rate used was the zero curve for BVAL rate plus 200 bps in 2026 and 2025.

Accounts payable and other liabilities (excluding provisions and statutory liabilities)– Due to the short-term nature of the transactions, the fair value approximates the carrying amount as of the reporting date.

Lease liabilities – Fair value of lease liabilities is measured using the BVAL rate as of the reporting date plus the spread which is the derived difference between the actual market rate and the BVAL rate.

The following tables summarize the carrying amount and fair values of the financial assets and liabilities, analyzed based on the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

	June 30, 2026 (Unaudited)				
	Carrying	**Fair Value**			
	Value	**Level 1**	**Level 2**	**Level 3**	**Total**
Assets and liabilities measured at fair value:					
Financial assets:					
Derivative asset	**₱1,571,409**	**₱–**	**₱1,571,409**	**₱–**	**₱1,571,409**
Financial liabilities:					
Derivative liability	**71,169**	–	**71,169**	–	**71,169**
Assets and liabilities for which fair value is disclosed:					
Financial assets:					
Loans and receivables					
Receivables financed – net	**18,723,264**	–	–	**20,382,875**	**20,382,875**
Finance lease receivables - net	**159,277,328**	–	–	**176,745,415**	**176,745,415**
Financial liabilities:					
Loans payable and bonds payable	**162,579,252**	–	–	**164,200,101**	**164,200,101**
Deposits on lease contracts	**75,839**	–	–	**75,839**	**75,839**
Lease liability	**68,050**	–	–	**68,050**	**68,050**

	March 31, 2026 (Audited)				
	Carrying	Fair Value			
	Value	Level 1	Level 2	Level 3	Total
Assets and liabilities measured at fair value:					
Financial assets:					
Derivative asset	₱1,526,141	₱–	₱1,526,141	₱–	₱1,526,141

	March 31, 2026 (Audited)				
	Carrying Value	Fair Value			
		Level 1	Level 2	Level 3	Total
Financial liabilities:					
Derivative liability	13,784	–	13,784	–	13,784
Assets and liabilities for which fair value is disclosed:					
Financial assets:					
Loans and receivables					
Receivables financed - net	18,086,075	–	–	19,754,509	19,754,509
Finance lease receivables - net	154,532,329	–	–	173,420,768	173,420,768
Financial liabilities:					
Loans payable and bonds payable	158,873,005	–	–	161,831,671	161,831,671
Deposits on lease contracts	77,292	–	–	77,292	77,292
Lease liability	82,322	–	–	82,322	82,322

As of June 30, 2026 and March 31, 2026, no transfers were made among the three levels in fair value hierarchy.

22. Capital Management

Capital Stock

	Shares		Amount	
	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)	**June 30, 2026 (Unaudited)**	March 31, 2026 (Audited)
Authorized				
Common stock – ₱100 par value	**90,000,000**	**90,000,000**	₱9,000,000,000	₱9,000,000,000
Common stock issued and outstanding				
Balance at beginning and end of period	**87,000,000**	**87,000,000**	8,700,000,000	8,700,000,000

Issuance of Stocks

On September 28, 2018, BSP approved the increase in authorized capital stock to ₱9.00 billion (90,000,000 shares with par value of ₱100.00). Consequently, the Company filed the application with the SEC on December 11, 2018 and was approved on January 25, 2019. 18,000,000 shares were issued at par on February 4, 2019.

On December 23, 2021, TFSC and GT Capital infused additional capital amounting to ₱1.20 billion and ₱800.0 million, respectively. Total capital infusion amounted to ₱2.00 billion (20,000,000 shares with par value of ₱100.00) recognized as capital stock under equity. Share issuance cost amounted to ₱20.00 million.

Capital Management

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximize shareholder value.

The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust dividend payment to shareholders or issue new shares. No changes were made in the objectives, policies or processes for the periods ended June 30, 2026 and March 31, 2026.

The Group considers the following as capital:

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
Capital stock	₱8,700,000	₱8,700,000
Retained earnings		
Unappropriated	12,219,096	11,959,886
Appropriated	921,471	921,471
	₱21,840,567	₱21,581,357

The Group monitors capital using debt-to-equity ratio. The Group targets a debt-to-equity ratio not exceeding 10.00:1. The Company's debt-to equity ratio is shown below:

	June 30, 2026 (Unaudited)	March 31, 2026 (Audited)
Total liabilities (a)	₱165,356,155	₱162,609,937
Equity (b)	**21,722,733**	21,583,267
Debt-to-equity ratio (a/b)	7.61:1	7.53:1

Under the Financing Company Act, the Group is mandated to maintain the following capital requirements:

- Minimum paid-up capital of ₱10.00 million; and
- Additional capital requirements of ₱1.00 million for each branch established in Metro Manila, ₱0.50 million for branches established in other classes of cities and ₱0.20 million for branches established in municipalities.

As of June 30, 2026 and March 31, 2026 , the Group was in compliance with this minimum paid-up capital.

Regulatory qualifying capital
The following table sets the Group's regulatory capital as reported to BSP as at June 30, 2026 and March 31, 2026 (amount in thousands):

	June 30, 2026 (Unaudited)	March 31, 2025 (Audited)
CET1 Capital	₱20,801,262	₱20,661,795
Tier 1 Capital	20,801,262	20,661,795
Tier 2 Capital	**1,328,193**	1,430,745
Gross qualifying capital	₱22,129,456	₱22,092,541
Total risk weighted assets	₱182,811,421	₱179,755,290
CET1 ratio	**11.38%**	11.49%
Tier 1 ratio	**11.38%**	11.49%
Risk-based Capital Adequacy Ratio (CAR)	**12.11%**	12.29%

As of June 30, 2026 and March 31, 2026, the Group was in compliance with the minimum CAR, as reported to the BSP.

Retained Earnings
Under the Revised Corporation Code of the Philippines (the Code), a stock corporation is prohibited from retaining surplus profits in excess of 100.00% of its paid-in capital stock, except when:

a. Justified by definite corporate expansion projects or programs approved by the board of directors;
b. The corporation is prohibited under any loan agreement with any financial institution or creditors, whether local or foreign, from declaring dividends without their consent, and such consent has not yet been secured; or
c. It can be clearly shown that such retention is necessary under special circumstances obtaining in the corporation, such as when there is need for special reserve for probable contingencies.

Appropriation of retained earnings
Under the existing regulations of the BSP, in cases when the computed allowance for credit losses on Stage 1 accounts is less than the required 1% general loan loss provision, the deficiency shall be recognized as appropriation of retained earnings. General provision recognized in profit or loss as allowance for credit losses for Stage 1 accounts and the amount appropriated in retained earnings shall be considered as Tier 2 capital subject to limit provided under the Capital Adequacy Ratio framework.

As of June 30, 2026 and March 31, 2026, total appropriated retained earnings that complies with the above BSP requirement amounted to ₱921.47 million.

23. Financial Risk Management Objectives and Policies

There have been no changes in the Group's risk management framework, structure, strategy, monitoring and reporting processes, and control and mitigation measures from those disclosed in the audited financial statements as of March 31, 2026 .

The Group has exposure to the following risks from its use of financial statements:

Credit Risk
The Group's exposure to credit risk concentrations by customer, industry, and geography remains consistent with the disclosures in the annual audited financial statements for the fiscal year ended March 31, 2026.

Credit quality
The credit quality by class of the Group's loans and receivables from customers (gross of allowance for credit losses) per staging classification and the related allowance for credit losses as of June 30, 2026 and March 31, 2026 follows:

Gross Carrying Amount

	June 30, 2026 (Unaudited)			
	Stage 1	Stage 2	Stage 3	Total
Receivables financed	**₱18,388,045**	**₱168,592**	**₱166,020**	**₱18,722,658**
Finance lease receivable	**152,636,382**	**2,865,652**	**3,775,900**	**159,277,934**
Balances at June 30, 2026	**₱171,024,427**	**₱3,034,244**	**₱3,941,920**	**₱178,000,592**

	March 31, 2026 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
Receivables financed	₱17,937,885	₱114,700	₱146,968	₱18,199,553
Finance lease receivable	150,481,597	2,232,921	3,517,428	156,231,627
Balances at March 31, 2025	₱168,419,481	₱2,347,621	₱3,664,077	₱174,431,197

Allowance for Credit Losses

	June 30, 2026 (Unaudited)			
	Stage 1	**Stage 2**	**Stage 3**	**Total**
Receivables financed	**₱67,852**	**₱8,779**	**₱45,945**	**₱122,575**
Finance lease receivable	**532,006**	**143,351**	**1,095,857**	**1,771,215**
Balances at June 30, 2026	**₱599,858**	**₱152,131**	**₱1,141,802**	**₱1,893,790**

	March 31, 2026 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
Receivables financed	₱67,141	₱6,139	₱40,197	₱113,477
Finance lease receivable	553,765	127,991	1,017,542	1,699,298
Balances at March 31, 2026	₱620,906	₱134,130	₱1,059,739	₱1,812,775

Collateral and other credit enhancements
The Group holds collateral against loans and receivables in the form of chattel mortgages. Estimates of fair value are based on the value of collateral assessed at the time of borrowing and generally are not updated except when a loan is assessed to be impaired.

Liquidity risk
As of June 30, 2026, the Group maintains what it believes to be a sufficient cash level. In addition, the Group manages its liquidity by managing the maturity profile of its outstanding loans.

The Group's exposure to liquidity risk and its management approach remain consistent with the disclosures in the audited financial statements for the fiscal year ended March 31, 2026.

Market Risk
Market risk is exposure to changes in market rates that may adversely affect the Group value and ability to meet obligations as they mature. Market risks cover interest rate and foreign exchange risks.

Interest rate risk
Interest rate risk arises from interest margin compression due to an adverse movement in the market interest rates. This risk applies only to accrual positions as the Group has no trading portfolio.

The Group also measures the potential impact of bps yield curve parallel shift on the expected earnings. This tool gives a measure of expected earnings at risk as a result of interest rate risk exposure.

Foreign currency risk
Foreign currency risk is the risk that the value of a financial instrument will fluctuate as a result of changes in the value of foreign currencies which include volatility in exchange rates, correlations across currencies and changes in currency regime. The Group's exposure to foreign currency risk remain consistent with the disclosures in the audited financial statements for the fiscal year ended March 31, 2026.

24. Offsetting of Financial Assets and Liabilities

The amendments to PFRS 7, *Financial Instruments: Disclosures,* require the Group to disclose information about rights of offset and related arrangements (such as collateral posting requirements) for financial instruments under an enforceable master netting agreements or similar arrangements.

The effects of these arrangements are disclosed below:

June 30, 2026 (Unaudited)

Financial instruments recognized at end of reporting period by type	Gross carrying amounts (before offsetting)	Gross amounts offset in accordance with the offsetting criteria	Net amount presented in statements of financial position [a–b]	Effects of remaining rights of set–off (including rights to set off financial collateral) that do not meet PAS 32 offsetting criteria: Financial instruments	Effects of remaining rights of set–off (including rights to set off financial collateral) that do not meet PAS 32 offsetting criteria: Fair value of financial collateral	Net exposure [c–d]
	[a]	[b]	[c]	[d]		[e]
Financial assets						
Cross-currency interest rate swaps	₱1,571,409	₱–	₱1,571,409	₱–	₱–	₱1,571,409
SPURA	1,117,000	–	1,117,000	–	1,117,000	–
	2,688,409	–	2,688,409	–	1,117,000	1,571,409
Financial liabilities						
Cross-currency interest rate swaps	₱71,169	₱–	₱71,169	–	–	₱71,169

March 31, 2026 (Audited)

Financial instruments recognized at end of reporting period by type	Gross carrying amounts (before offsetting)	Gross amounts offset in accordance with the offsetting criteria	Net amount presented in statements of financial position [a–b]	Effects of remaining rights of set–off (including rights to set off financial collateral) that do not meet PAS 32 offsetting criteria: Financial instruments	Effects of remaining rights of set–off (including rights to set off financial collateral) that do not meet PAS 32 offsetting criteria: Fair value of financial collateral	Net exposure [c–d]
	[a]	[b]	[c]	[d]		[e]
Financial assets						
Cross-currency interest rate swaps	₱1,526,141	₱–	₱1,526,141	₱–	₱–	₱1,526,141
SPURA	–	–	–	–	–	–
	1,526,141	–	1,526,141	–	–	1,526,141
Financial liabilities						
Cross-currency interest rate swaps	₱13,784	₱–	₱13,784	₱–	₱–	₱13,784

25. Notes to Statements of Cash Flows

<u>Noncash activities</u>

Noncash investing activities pertain to transfer of repossessed vehicles classified as assets held for sale to property and equipment amounting to ₱5.04 million and ₱3.53 million for the three months ended June 30, 2026 and 2025, respectively. It also includes foreclosure of repossessed vehicles classified as assets held for sale amounting to ₱1.60 billion and ₱6.00 billion for the three months ended June 30, 2026 and 2025, respectively.

<u>Changes in liabilities arising from financing activities</u>

	April 1, 2026	Net Cash flows*	Foreign exchange movements	Amortization of debt issue cost and accretion of interest	June 30, 2026 (Unaudited)
Loans payable	₱157,378,673	₱6,729,431	(₱1,593,115)	₱64,263	₱162,579,252
Lease liability	82,322	(15,047)	–	775	68,050
	₱157,460,995	₱6,714,384	(₱1,593,115)	₱65,038	₱162,647,302

**Represent net of availments and settlements*

	April 1, 2025	Net Cash flows*	Foreign exchange movements	Amortization of debt issue cost and accretion of interest	June 30, 2025
Loans payable	₱140,646,780	₱1,406,274	(₱287,215)	₱71,551	₱141,837,390
Lease liability	104,614	(27,008)	–	850	78,456
	₱140,751,394	₱1,379,266	(₱287,215)	₱72,401,018	₱141,915,846

**Represent net of availments and settlements*

The Group classifies interest paid as cash flows under operating activities.

ANNEX B

TOYOTA FINANCIAL SERVICES PHILIPPINES CORPORATION
SCHEDULE OF FINANCIAL INDICATORS
AS OF AND FOR THE PERIOD ENDED JUNE 30, 2026 AND JUNE 30, 2025(UNAUDITED)

		FORMULA	2026	2025
LIQUIDITY RATIO				
a.)	Liquidity Ratio	$\frac{\text{Liquid Assets}}{\text{Current Liabilities}}$	**8.89%**	12.18%
SOLVENCY RATIO				
b.)	Current Ratio	$\frac{\text{Current Asset}}{\text{Current Liabilities}}$	**97.72%**	113.36%
c.)	Current Liabilities to Net Worth	$\frac{\text{Current Liabilities}}{\text{Total Shareholders' Equity}}$	**300.19%**	249.45%
d.)	Debt to Equity Ratio	$\frac{\text{Total Liabilities}}{\text{Total Shareholders' Equity}}$	**761.21%**	691.25%
ASSET-TO-EQUITY RATIO				
e.)	Asset to equity Ratio	$\frac{\text{Total Assets}}{\text{Total Shareholders' Equity}}$	**861.21%**	786.58%
INTEREST RATE COVERGAE				
f.)	Interest rate coverage	$\frac{\text{Income before Int. Exp. \& Income Tax}}{\text{Interest Expense}}$	**113.10%**	112.71%
PROFITABILITY RATIO				
g.)	Return on Assets	$\frac{\text{Net Income}}{\text{Average Total Assets}}$	**0.15%**	0.14%
h.)	Return to Equity	$\frac{\text{Net Income}}{\text{Average Shareholders Equity}}$	**1.20%**	1.10%
i.)	Net Interest Margin	$\frac{\text{Net Interest Income}}{\text{Average Total Earning Asset}}$	**1.20%**	1.10%
COMMON EQUITY TIER 1 RATIO				
j.)	CETI	$\frac{\text{Net Tier 1 Capital}}{\text{Total Risk Weighted Assets}}$	**11.38%**	11.86%
CAPITAL ADEQUACY RATIO				
k.)	CETII	$\frac{\text{Total Qualifying Capital}}{\text{Total Risk Weighted Assets}}$	**12.11%**	12.76%