COVER SHEET

SEC Registration Number

C	S	2	0	1	3	3	0	6	3	8

COMPANY NAME

TOP LINE BUSINESS DEVELOPMENT CORP.

PRINCIPAL OFFICE *(No. / Street / Barangay / City / Town / Province)*

19 FLOOR, LATITUDE CORPORATE CENTER, MINDANAO AVENUE, CEBU BUSINESS PARK, BRGY. LUZ, CEBU CITY

Form Type	Department requiring the report	Secondary License Type, If Applicable
17-C	MSRD	N/A

COMPANY INFORMATION

Company's Email Address	Company's Telephone Number	Mobile Number
compliance@topline.ph	(032) 505-6058	09985664773

No. of Stockholders	Annual Meeting (Month / Day)	Fiscal Year (Month / Day)
	Second Friday of July	12/31

CONTACT PERSON INFORMATION

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

Name of Contact Person	Email Address	Telephone Number/s	Mobile Number
Tara Tsarina B. Perez-Retuya	tara@topline.ph	(032) 505-6058	N/A

CONTACT PERSON'S ADDRESS

19th Floor, Latitude Corporate Center, Mindanao Avenue, Cebu Business Park, Brgy. Luz, Cebu City, Cebu

NOTE 1 : In case of death, resignation or cessation of office of the officer designated as contact person, such incident shall be reported to the Commission within thirty (30) calendar days from the occurrence thereof with information and complete contact details of the new contact person designated.

2 : All Boxes must be properly and completely filled-up. Failure to do so shall cause the delay in updating the corporation's records with the Commission and/or non-receipt of Notice of Deficiencies. Further, non-receipt of Notice of Deficiencies shall not excuse the corporation from liability for its deficiencies.

SECURITIES AND EXCHANGE COMMISSION SEC FORM 17-Q

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

1. **For the quarterly period ended** September 30, 2026
2. **Commission Identification Number** CS201330638
3. **BIR Tax Identification No.** 439-462-061
4. **Exact name of issuer as specified in its charter** Top Line Business Development Corp.
5. **Province, country or other jurisdiction of incorporation or organization** Cebu, Philippines
6. **Industry Classification Code** [ ] (SEC Use Only)
7. **Address of issuer's principal office**

19Floor, Latitude Corporate Center, Mindanao Avenue, Cebu Business Park, Brgy. Luz, Cebu City

Postal Code 6000

8. **Issuer's telephone number, including area code** 032-5056058
9. **Former name or former address, if changed since last report** N/A
10. **Securities registered pursuant to Sections 8 and 12 of the SRC or Sections 4 and 8 of the RSA**

Title of Each Class	Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding
Common Shares	10,742,193,000
Series A-1 Preferred Shares	10,856,140
Series A-2 Preferred Shares	4,143,860

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

Yes [X] No [ ]

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

The Philippine Stock Exchange, Inc. Common and Preferred Shares

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 [X] No [ ]

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

Yes [X] No [ ]

PART I – FINANCIAL STATEMENTS

Item 1. Financial Statements

The Financial Statements are filed as part of this Form 17-Q.

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

The Management's Discussion and Analysis of Financial Condition and Results of Operations are filed as part of this Form 17-Q

TOP LINE BUSINESS DEVELOPMENT CORP. AND SUBSIDIARIES

UNAUDITED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2026
(With Comparative Audited Figures as at December 31, 2025)

	Note	**September 30, 2026 (Unaudited)**	December 31, 2025 (Audited)
ASSETS			
Current Assets			
Cash	*3*	**₱1,574,513,760**	₱237,014,673
Trade and other receivables	*4*	**294,222,259**	401,920,712
Inventories	*5*	**904,824,491**	201,501,730
Due from related parties	*13*	**817,876,420**	1,072,242,156
Prepayments and other current assets	*6*	**1,542,160,614**	1,636,048,656
Total Current Assets		**5,133,597,544**	3,548,727,927
Noncurrent Assets			
Property and equipment, net	*7*	**1,315,154,599**	1,188,501,538
Right-of-use (ROU) asset, net	*19*	**246,159,880**	265,163,731
Intangible assets, net	*8*	**2,218,698**	1,359,359
Deferred tax assets	*20*	**14,204,830**	13,768,336
Other noncurrent assets	*9*	**22,166,352**	8,850,670
Total Noncurrent Assets		**1,599,904,359**	1,477,643,634
TOTAL ASSETS		**₱6,733,501,903**	₱5,026,371,561
LIABILITIES AND EQUITY			
Current Liabilities			
Trade and other payables	*10*	**₱106,126,317**	₱58,729,500
Loans payable, current	*11*	**2,340,412,422**	2,434,674,587
Mortgage payable, current	*12*	**758,018**	2,904,435
Lease liability, current	*19*	**14,716,006**	13,502,988
Dividends payable	*14*	**-**	-
Income tax payable		**15,703,039**	7,746,892
Total Current Liabilities		**2,477,715,802**	2,517,558,402
Noncurrent Liabilities			
Loans payable, net of current portion	*11*	**679,125,815**	548,718,646
Mortgage payable, net of current portion	*12*	**17,769,235**	17,783,663
Lease liability, net of current portion	*19*	**246,434,851**	257,642,928
Retirement liability	*21*	**6,575,922**	6,669,085
Total Noncurrent Liabilities		**949,905,823**	830,814,322
Total Liabilities		**3,427,621,625**	3,348,372,724
Equity			
Capital stock - common	*14*	**1,074,219,300**	1,074,219,300
Additional paid-in capital - common	*14*	**402,144,051**	402,144,051
Capital stock - preferred	*14*	**1,500,000**	-
Additional paid-in capital - preferred	*14*	**1,462,695,768**	-
Deposit for stock subscription	*14*	**-**	15,468,750
Retained earnings		**305,090,062**	182,959,135
Other comprehensive income	*9*	**1,048,079**	1,048,079
Total Equity Attributable to Equity Holders of the Parent Company		**3,241,225,123**	1,675,839,315
Non-controlling interests		**64,655,155**	2,159,522
Total Equity		**3,305,880,278**	1,677,998,837
TOTAL LIABILITIES AND EQUITY		**₱6,733,501,903**	₱5,026,371,561

See accompanying Notes to the Unaudited Interim Consolidated Financial Statements.

TOP LINE BUSINESS DEVELOPMENT CORP. AND SUBSIDIARIES

UNAUDITED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2026 AND 2025

		Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
		2026	2025	**2026**	2025
	Note	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)
SALES AND SERVICE INCOME – POINT IN TIME					
Commercial fuel trade		**₱5,811,204,414**	₱2,961,665,635	**₱2,344,953,207**	₱1,051,333,388
Retail		**605,326,968**	132,078,362	**237,425,530**	68,147,566
Non-fuel	*15*	**2,217,371**	642,146	**883,128**	267,940
		6,418,748,753	3,094,386,142	**2,583,261,865**	1,119,748,894
COST OF SALES AND OTHER DIRECT COSTS	*16*	**(5,854,816,084)**	(2,806,855,236)	**(2,386,214,975)**	(1,014,855,454)
GROSS INCOME		**563,932,669**	287,530,906	**197,046,890**	104,893,440
OTHER INCOME	*18*	**100,038,725**	107,014,689	**32,762,383**	33,843,241
GENERAL AND ADMINISTRATIVE EXPENSES	*17*	**(228,107,235)**	(129,388,080)	**(73,255,838)**	(51,786,821)
INTEREST EXPENSE	*12*	**(176,673,646)**	(119,339,518)	**(63,237,783)**	(42,614,100)
INTEREST INCOME	*3*	**256,453**	210,890	**68,438**	65,991
INCOME BEFORE INCOME TAX		**259,446,966**	146,028,887	**93,384,090**	44,401,751
PROVISION FOR INCOME TAX	*20*				
Current		**(65,664,379)**	(36,525,416)	**(22,322,341)**	(11,106,931)
Deferred		**436,495**	70,916	**-**	22,991
		(65,227,884)	(36,454,500)	**(22,322,341)**	(11,083,940)
NET INCOME		**194,219,082**	109,574,387	**71,061,749**	33,317,811
OTHER COMPREHENSIVE INCOME					
Change in fair value of investment at FVOCI, net of tax		**-**	-	**-**	-
TOTAL COMPREHENSIVE INCOME		**₱194,219,082**	₱109,574,387	**₱71,061,749**	₱33,317,811

Forward

	Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	2026	2025	**2026**	2025
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
NET INCOME (LOSS) ATTRIBUTABLE TO:				
Equity holders of the Parent Company	**₱193,598,447**	₱109,529,156	**₱70,431,516**	₱33,315,885
Non-controlling interests	**620,635**	45,231	**573,270**	1,923
	₱194,219,082	₱109,574,387	**₱71,004,786**	₱33,317,808
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:				
Equity holders of the Parent Company	**₱193,598,447**	₱109,529,156	**₱70,431,516**	₱33,315,885
Non-controlling interests	**620,635**	45,231	**573,270**	1,923
	₱194,219,082	₱109,574,387	**₱71,004,786**	₱33,317,808
BASIC EARNINGS PER SHARE				
Net income attributable to equity holders of the Parent Company	**₱193,598,447**	₱109,529,156	**₱70,431,516**	₱33,315,885
Weighted average of outstanding common shares	**10,742,193,000**	10,026,043,333	**10,742,193,000**	10,026,043,333
	₱0.02	₱0.011	**₱0.01**	₱0.003

See accompanying Notes to the Consolidated Financial Statements.

TOP LINE BUSINESS DEVELOPMENT CORP. AND SUBSIDIARIES

UNAUDITED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2026 AND 2025

	Attributable to Equity Holders of the Parent							
	Share capital *(Note 14)*	Additional Paid-In Capital	Deposit for future stock subscription *(Note 14)*	Retained earnings	Other comprehensive income	Total	Non-controlling interests	Total Equity
Balances as at January 1, 2026 (Audited)	₱1,074,219,300	₱402,144,051	₱15,468,750	₱182,959,135	₱1,048,079	₱1,675,839,315	₱2,159,522	₱1,677,998,836
Noncontrolling interest	-	-	(15,468,750)	-	-	(15,468,750)	61,875,000	46,406,250
Proceeds from follow on offering (FOO)	1,500,000	1,498,500,000	-	-	-	1,500,000,000	-	1,500,000,000
Share issuance cost		(41,276,369)	-	-	-	(41,276,369)	-	(41,276,369)
Cash dividends	-	-	-	(71,467,520)	-	(71,467,520)	-	(71,467,520)
Net income for the period	-	-	-	193,598,447	-	193,598,447	620,635	194,219,081
Balances as at September 30, 2026 (Unaudited)	**₱1,075,719,300**	**₱1,859,367,681**	**₱**	**₱305,090,062**	**₱1,048,079**	**₱3,241,225,123**	**₱64,655,155**	**₱3,305,880,278**
Balances as at January 1, 2025 (Audited)	₱859,375,300	₱-	₱-	₱122,468,582	₱850,000	₱982,693,882	₱590,279	₱983,284,161
Net income for the period	-	-	-	109,529,156	-	109,529,156	49,214	109,574,386
Net proceeds from initial public offering (IPO)	214,844,000	402,734,257	-	-	-	617,578,257	-	617,578,257
Cash dividends declared	-	-	-	(56,933,623)	-	(56,933,623)	-	(56,933,623)
Non-controlling interest	-	-	-	-	-	-	375,000	375,000
Balances as at September 30, 2025 (Unaudited)	₱1,074,219,300	₱402,734,257	₱-	₱175,064,115	₱850,000	₱1,652,867,672	₱1,010,509	₱1,653,878,181

See accompanying Notes to the Consolidated Financial Statements.

TOP LINE BUSINESS DEVELOPMENT CORP. AND SUBSIDIARIES

UNAUDITED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2026 AND 2025

		Nine-Month Period Ended September 30,	
		2026	2025
	Notes	**(Unaudited)**	(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before income tax		**₱259,446,966**	₱146,028,887
Adjustments for:			
Interest expense	*12*	**176,673,646**	38,113,504
Depreciation and amortization	*7*	**60,238,582**	35,563,363
Gain on sale of property	*7*	**-**	(13,669,485)
Interest income	*3*	**(256,453)**	(210,890)
Operating income before working capital changes		**496,102,742**	205,825,379
Decrease (increase) in:			
Trade and other receivables		**107,698,453**	(113,336,413)
Inventories		**(703,322,761)**	(164,821,864)
Prepayments and other current assets		**103,508,455**	(442,334,093)
Increase (decrease) in trade and other payables		**47,396,817**	3,054,732
Cash generated from operations		**51,383,706**	(511,612,259)
Income tax paid		**(57,708,231)**	(51,555,588)
Interest received		**256,453**	210,890
Retirement paid		**(93,163)**	-
Net cash used in operating activities		**(6,161,235)**	(562,956,957)
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property and equipment	*7*	**(143,265,611)**	(238,417,620)
Acquisition of intangible assets	*8*	**(1,021,374)**	(525,573)
Proceeds from sale of properties		**-**	38,000,000
Decrease (Increase) in due from related parties		**254,365,736**	(258,341,491)
Increase in other noncurrent assets		**(13,315,682)**	(87,388)
Advance payment to contractors		**(9,620,415)**	-
Net cash provided by (used in) in investing activities		**87,142,654**	(459,372,072)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from availment of loan	*11*	**6,021,407,184**	1,148,982,474
Net proceeds from follow on offering	*14*	**1,500,000,000**	-
Share issuance cost	*14*	**(41,276,369)**	-
Additional subscription of non-controlling interest		**46,406,250**	375,000
Net proceeds from IPO			617,578,257
Cash dividends declared and paid		**(71,467,520)**	(56,933,623)
Payments of:			
Loans payable	*11*	**(5,985,262,181)**	(539,188,908)
Interest	*12*	**(188,541,081)**	(37,771,422)
Mortgage payable	*12*	**(2,160,845)**	(2,015,252)
Lease liability	*19*	**(22,587,770)**	(860,861)
Net cash provided by financing activities		**1,256,517,668**	1,130,165,665
NET INCREASE (DECREASE) IN CASH		**1,337,499,087**	107,836,637
CASH AT JANUARY 1	*3*	**237,014,674**	172,606,667
CASH AT SEPTEMBER 30		**₱1,574,513,760**	₱280,443,304

Forward

		Nine-Month Period Ended September 30,	
	Note	**2026 (Unaudited)**	2025 (Unaudited)
SUPPLEMENTAL INFORMATION ON CASHFLOW INFORMATION			
Information on non-cash financing activities			
Capitalized borrowing cost	*7*	**₱24,460,146**	₱11,105,393
Sale of property		**-**	-
		₱24,460,146	₱11,105,393

See accompanying Notes to the Consolidated Financial Statements.

1. Reporting Entity

General

Top Line Business Development Corp. (the "Parent Company") was incorporated in the Philippines and registered with the Securities and Exchange Commission (SEC) on July 12, 2013. On July 31, 2024, SEC approved the change in primary purpose of the Parent Company from the business of acquiring properties for leasing such as but not limited to land, building (residential and commercial), equipment and to engage in various types of service activities as it may be permitted by law to carry business related to any and all of kinds of petroleum and petroleum products, mineral oils, and other sources of energy, including purchase from within and outside of the country, storage, marketing, distribution, transport, use, wholesale exportation, refinement, treatment, manufacture of, and generally deal in fuel oils, gas oils, gasolines, lubricants, all kinds of petroleum and petroleum products, including but not limited to kerosene, diesel, gasoline, aviation gas, Liquefied Petroleum Gas (LPG) and Liquefied Natural Gas (LNG).

Its amended secondary purpose is to carry on and manage the general business of its subsidiaries, to raise capital or borrow money from not more than nineteen (19) lenders including its stockholders necessary to meet the financial requirements of its business, to invest in other companies and enter into joint venture agreements, to establish and operate branch offices or agencies, to acquire, take over, hold and manage the property and business and assume liabilities thereof and to act as corporate surety or guarantor, or otherwise provide financial support and/or security for the performance of any lawful obligations.

Topline Equity Corporation (TEC) (the "Ultimate Parent Company") owns about 73.77% of the Parent Company.

On June 15, 2023, the BIR and SEC approved the change in the Company's registered office address from 604 Globe Tower, Cebu Business Park, Samar Loop, Luz, Cebu City to 19th Floor, Latitude Corporate Center, Mindanao Avenue, Cebu Business Park, Brgy. Luz, Cebu City.

On October 8, 2024 and February 26, 2025, the SEC and Philippine Stock Exchange, Inc. (PSE), respectively, approved the application of the Parent Company for the listing and trading of up to 10,742,193,000 of its issued and outstanding common shares. The Parent Company received the Permit to Sell from the SEC on March 21, 2025. On April 8, 2025 the Parent Company completed its initial public offering ("IPO") and was listed in the PSE under the stock symbol "TOP".

On June 26, 2026, the Parent Company successfully completed its follow-on offering of up to 10,000,000 perpetual preferred shares with an oversubscription option of up to 5,000,000 perpetual preferred shares. The preferred shares were listed on the PSE under the stock symbols "TOPA1" and "TOPA2".

The unaudited interim consolidated financial statements were approved and authorized for issuance by the Board of Directors (BOD) on November 12, 2026.

As at September 30, 2026 and December 31, 2025, the Parent Company holds investments in the following subsidiaries:

Name of Subsidiary	Country of Incorporation	Principal Activities	Ownership Interest	
			2026	2025
Light Fuels Corporation (LFC)	Philippines	Construction and operation of Fuel Station	**99.75%**	99.75%
Topline Logistics and Dev. Corp. (TLDC)	Philippines	Logistics Support Services	**75%**	75%
Topline Energlobal Pte. Ltd. (TEPL)	Singapore	Wholesale of fuels and related products	**100%**	-

LFC

On April 22, 2022, the Parent Company subscribed in cash to 1.50 million shares of Light Fuels Corporation *(formerly Light Petroleum Corporation),* a domestic company engaged in construction and operation of fueling station, service station or gasoline station, with a par value of ₱100 per share representing 99.75% ownership.

On December 23, 2022, the Parent Company subscribed to additional 0.48 million shares of LFC with a par value of ₱100 per share.

In 2025, the Parent Company subscribed to additional 1.99 million shares of LFC with a par value of ₱100 per share.

The total identifiable net assets acquired by the Parent Company amounted to ₱148.63 million.

TLDC

On October 16, 2023, the Parent Company subscribed in cash to 0.02 million shares of Topline Logistics Development Corp. (TLDC), a domestic company engaged in managing and operating non-bonded warehouses and logistics support services with efficient storage of goods, with a par value of ₱100 per share representing 75% ownership.

On July 15, 2024, the Parent Company cancelled 4,800 shares of its initial subscription.

On September 30, 2024, the Parent Company subscribed in cash additional 6,250 shares of TLDC with a par value of ₱100 per share.

In 2026, the Parent Company subscribed to additional 1.86 million shares of TLDC with a par value of ₱100 per share.

TEPL

On June 2, 2026, the Parent Company incorporated Topline Energlobal Pte. Ltd. (TEPL) in Singapore as a wholly owned subsidiary to engage in the international trading of petroleum products and related energy commodities, as well as other activities incidental thereto.

On the same date, the Parent Company subscribed in cash to 1 ordinary share of TEPL with a par value of SGD 1 per share, representing 100% ownership.

TEPL is in its pre-operating stage as of September 30, 2026, and has not yet commenced commercial operations.

The Parent Company and its subsidiaries are hereinafter referred to as the "Group".

2. Basis of Preparation, Statement of Compliance, Basis of Consolidation, and Summary of Significant Accounting Policies

Basis of Preparation

The unaudited interim consolidated financial statements as of September 30, 2026 and for the nine-month periods ended September 30, 2026 and 2025 have been prepared in accordance with Philippine Accounting Standard ("PAS") 34, *Interim Financial Reporting.* The accompanying unaudited interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at December 31, 2025.

The accompanying unaudited interim consolidated financial statements of the Group have been prepared on a going concern basis under the historical cost convention, except where a Financial Reporting Standard requires an alternative treatment (such as fair values) as disclosed where appropriate in these consolidated financial statements. All amounts are presented in Philippine peso, which is the functional currency of the Group. All values are rounded off to the nearest peso, except when otherwise indicated.

Statement of Compliance

The unaudited interim consolidated financial statements of the Group have been prepared in accordance with Philippine Financial Reporting Standards (PFRSs). The term PFRSs in general includes all applicable PFRSs, Philippine Accounting Standards (PAS) and interpretations of the Philippine Interpretations Committee (PIC), Standing Interpretations Committee (SIC) and International Financial Reporting Interpretations Committee (IFRIC) which have been approved by the Philippine Financial and Sustainability Reporting Standards Council (PFSRSC) and adopted by the SEC.

Basis of Measurement

The unaudited interim consolidated financial statements are prepared on a going concern basis under the historical cost convention, except where a Financial Reporting Standard requires an alternative treatment (such as fair values) as disclosed where appropriate in these consolidated financial statements.

Functional and Presentation Currency
The unaudited interim consolidated financial statements are presented in Philippine peso, which is the functional currency of the Group. All values are rounded off to the nearest peso, except when otherwise indicated.

Basis of Consolidation
The unaudited interim consolidated financial statements of the Group include the accounts of the Parent Company and its subsidiaries ("the Group") where the Parent Company has control. 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

When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights

The Group re-assesses 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.

Accounting Policies on Business Combination under Common Control. For business combinations involving entities under common control, the pooling of interest method is applied. Under this method:

- Recognition of Assets and Liabilities - The assets and liabilities of the combining entities are recognized at their historical carrying amounts as reflected in the financial statements of the combining entities, without any remeasurement to fair value.
- No Recognition of Goodwill - No goodwill is recognized because of the business combination. Any difference between the consideration paid and the carrying amounts of the assets and liabilities transferred is adjusted against equity.
- Income statements transactions – The consolidated income statement reflects the results of the combining entities.
- Elimination of Intercompany Transactions - Intercompany balances and transactions between the combining entities are eliminated in full in the consolidated financial statements.

Subsidiaries. Subsidiaries are entities controlled by the Parent Company. Subsidiaries are consolidated from the date of acquisition or incorporation, being the date on which the Group obtains control, and continue to be consolidated until the date such control ceases.

Non-controlling Interests. Non-controlling interests represent the portion of profit or loss and net assets in the subsidiaries not held by the Group and are presented separately in the consolidated statements of comprehensive income, and consolidated statements of financial position separate from equity attributable to equity holders of the parent.

An acquisition, transfer or sale of a non-controlling interest is accounted for as an equity transaction. No gain or loss is recognized in an acquisition of a non-controlling interest. The difference between the fair value of the consideration and book value of the share in the net assets acquired is presented under "Excess of consideration over the carrying value of non-controlling interests acquired or disposed" account within the equity section of the consolidated balance sheet. If the Group loses control over a subsidiary, it: (i) derecognizes the assets (including goodwill) and liabilities of the subsidiary, the carrying amount of any non-controlling interest and the cumulative translation differences recorded in equity; (ii) recognizes the fair value of the consideration received, the fair value of any investment retained and any surplus or deficit in the consolidated statement of income; and (iii) reclassifies the Parent Company's share of components previously recognized in other comprehensive income (OCI) to the consolidated statement of income or retained earnings, as appropriate.

Transactions Eliminated on Consolidation. All intragroup transactions and balances including income and expenses, and unrealized gains and losses are eliminated in full.

Accounting Policies of Subsidiaries. The financial statements of subsidiaries are prepared for the same reporting year using uniform accounting policies as those of the Parent Company.

Summary of Significant Accounting Policies
The accounting policies adopted are consistent with those followed in the preparation of the Group's annual consolidated financial statements as of and for the year ended December 31, 2025.

Adoption of New and Amended Standards
The Group has adopted all new and amended PFRS and interpretations which are effective for annual periods beginning on or after January 1, 2026. The adoption of these new standards did not have a material effect on the interim consolidated financial statements of the Group.

Significant Accounting Judgments, Estimates, and Assumptions
The preparation of the interim consolidated financial statements requires management to make judgments, estimates, and assumptions that affect the application of accounting policies and the amounts of assets, liabilities, income and expenses reported in the interim consolidated financial statements at the end of the reporting period.

In preparing these interim financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements as at and for the year ended December 31, 2025.

3. Cash

This account consists of:

	September 30, 2026	December 31, 2025
Cash on hand	**₱5,460,340**	₱2,350,080
Cash in banks	**1,569,053,420**	234,664,593
	₱1,574,513,760	₱237,014,673

Cash in banks earn interest at the prevailing bank deposit rates. Interest income earned from cash in banks amounted to as follows:

	Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	2026	2025	**2026**	2025
Interest Income	**₱256,453**	₱210,890	**₱68,438**	₱65,991

4. Trade and Other Receivables

This account consists of:

	September 30, 2026	December 31, 2025
Trade receivables	**₱116,586,255**	₱ 309,789,636
Other receivables	**177,636,004**	92,131,076
	₱294,222,259	₱401,920,712

Trade receivables are noninterest-bearing and are normally collected within the year. Trade receivables from related parties are disclosed in Note 13.

Other receivables include rent receivables from related parties arising from lease arrangements relating to port operations and facilities amounting to ₱70.88 million and ₱85.7 million as at September 30, 2026 and December 31, 2025, respectively (see Note 13). Moreover, this account includes amount receivable from its employees subject to liquidation.

As of the reporting date, management concluded that no material additional ECL provision was necessary based on the short-term nature of receivables, collection history, and subsequent settlements.

5. Inventories

This account consists of:

	September 30, 2026	December 31, 2025
Fuel and lubricants	**₱902,780,761**	₱201,168,988
Non-Fuel	**710,205**	332,742
Maintenance supplies	**1,333,525**	-
	₱904,824,491	₱201,501,730

Cost of inventories recognized as cost of goods sold in the consolidated statements of comprehensive income as presented in Note 16 is as follows:

	Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	2026	2025	**2026**	2025
Cost of inventories	**₱5,833,235,154**	₱2,788,264,142	**₱2,378,947,989**	₱1,008,616,558

6. Prepayments and Other Current Assets

This account consists of:

	September 30, 2026	December 31, 2025
Advances to suppliers	**₱898,152,044**	₱1,002,315,139
Net input VAT	**69,166,695**	85,294,704
Prepayments	**20,494,784**	3,938,813
Advances to contractors	**544,120,415**	544,500,000
Prepaid income tax	**226,677**	
	₱1,542,160,614	₱1,636,048,656

Advances to suppliers pertain to advance payments made by the Group to supplier for fuels which are yet to be delivered. These advances are drawn once purchase orders are placed by customers.

Prepayments include prepaid insurance, prepaid rental for fuel depot and stations, and prepayments for SAP maintenance.

Advances to contractors pertains to advance payments made by LFC to contractors for the construction, installation and fabrication of fuel station including the building façade and food station interiors.

Net input VAT pertains to the indirect tax paid by the Group on the local purchase of goods or services from a VAT-registered person.

7. Property and Equipment, Net

The movements in this account follow:

	Building	Building Improvements	Leasehold Improvements	Store and Office Equipment	Port Improvements	Station Equipment	Machinery and Equipment	Transportation Equipment	Furniture and Fixtures	IT Equipment	Tools Maintenance	Construction in Progress	Total
Cost													
As at January 1, 2025	₱28,346,231	₱7,936,435	₱27,654,370	₱5,469,071	₱668,715,669	₱5,908,263	₱20,087,525	₱104,514,561	₱4,062,257	₱2,323,106	₱47,892	₱144,705,950	₱1,019,771,330
Additions	-	-	93,164,112	1,370,042		44,710,776	1,119,937	39,109,997	145,765	214,357	79,650	104,919,011	284,833,647
Disposal	(28,346,231)	-	-	-	-	-	-	-	-	-	-	-	(28,346,231)
As at December 31, 2025	-	7,936,435	120,818,482	6,839,113	668,715,669	50,619,039	21,207,462	143,624,558	4,208,022	2,537,463	127,542	249,624,961	1,276,258,746
Additions	-	100,000	109,185	1,522,052	3,512,341	9,126,538	-	-	687,530	214,106	332,033	152,150,706	167,754,491
Disposal	-	-	-	-	-	-	-	(28,734)	-	-	-	-	(28,734)
As at September 30, 2026	**-**	**8,036,435**	**120,927,667**	**8,361,165**	**672,228,010**	**59,745,577**	**21,207,462**	**143,653,292**	**4,895,552**	**2,751,569**	**459,575**	**401,775,667**	**1,443,984,503**
Accumulated depreciation													
As at January 1, 2025	3,541,979	946,652	5,094,811	2,434,851	13,930,576	623,771	2,871,245	19,976,146	1,341,606	199,512	5,740	-	50,966,889
Depreciation	472,437	273,670	2,820,104	885,518	16,717,892	1,045,019	2,262,946	15,439,518	363,716	493,202	30,713	-	40,804,735
Disposal	(4,014,416)	-	-	-	-	-	-	-	-	-	-	-	(4,014,416)
As at December 31, 2025	-	1,220,322	7,914,915	3,320,369	30,648,468	1,668,790	5,134,191	35,415,664	1,705,322	692,714	36,453	-	87,757,208
Depreciation	-	218,586	2,103,214	1,204,860	13,358,946	1,867,402	1,826,361	19,348,709	647,198	395,067	102,353	-	41,072,696
Disposal	-	-	-	-	-	-	-	-	-	-	-	-	-
As at September 30, 2026	**-**	**1,438,908**	**10,018,129**	**4,525,229**	**44,007,414**	**3,536,192**	**6,960,552**	**54,764,373**	**2,352,520**	**1,087,781**	**138,806**	**-**	**128,829,904**
Carrying amount													
As at September 30, 2026	**₱-**	**₱6,597,527**	**₱110,909,538**	**₱3,835,936**	**₱628,220,596**	**₱56,209,385**	**₱14,246,910**	**₱88,888,919**	**₱2,543,032**	**₱1,663,788**	**₱320,769**	**₱401,775,667**	**₱1,315,154,599**
As at December 31, 2025	₱-	₱6,716,113	₱112,903,567	₱3,518,744	₱638,067,201	₱48,950,249	₱16,073,271	₱108,208,894	₱2,502,700	₱1,844,749	₱91,089	₱249,624,961	₱1,188,501,538

Depreciation and amortization charged to operations are as follows:

	Note	Nine-Month Period Ended September 30, 2026	Nine-Month Period Ended September 30, 2025	Three-Month Period Ended September 30, 2026	Three-Month Period Ended September 30, 2025
Property and equipment		**₱41,072,696**	₱34,647,459	**₱14,540,394**	₱9,304,490
Intangible assets	*8*	**162,035**	113,461	**68,987**	57,259
ROU asset	*19*	**19,003,851**	802,443	**6,334,616**	267,481
		₱60,238,581	₱35,563,363	**₱20,943,997**	₱9,629,230

Charged to:

	Note	Nine-Month Period Ended September 30, 2026	2025	Three-Month Period Ended September 30, 2026	2025
Cost of sales and other direct costs	*16*	**₱19,521,334**	₱16,418,753	**₱6,549,666**	₱5,327,520
General and administrative expenses	*17*	**40,717,247**	19,144,610	**16,206,098**	4,301,710
		₱60,238,581	₱35,563,363	**₱22,755,764**	₱9,629,230

Capitalized Borrowing Cost
The Group capitalized borrowing costs pertaining to the construction of port improvements and service stations as follows:

	Nine-Month Period Ended September 30, 2026	2025	Three-Month Period Ended September 30, 2026	2025
Borrowing cost	**₱24,460,146**	₱11,105,393	**₱8,040,744**	₱3,651,197

The capitalization rate used for specific borrowings is 8.75%, the actual interest rate on the term loan (see Note 11).

Asset Acquisition

On July 8, 2025 and July 22, 2025, the Group entered into an Asset Purchase Agreement (APA) with two third party sellers for the acquisition of certain assets related to the Group's expansion of service station network amounting to ₱188.50 million. The acquired assets primarily consist of property and equipment, leasehold improvements and leasehold rights, inventories, and other directly attributable assets necessary to operate the stations.

Management assessed the transactions and determined that they do not meet the definition of a business under PFRS 3, as substantially all of the fair value of the gross assets acquired is concentrated in a group of similar identifiable assets and no substantive processes were acquired. Accordingly, the transaction was accounted for as an asset acquisition.

The total consideration, inclusive of VAT, was allocated to the identifiable assets acquired based on their relative fair values at the acquisition date, as follows:

	Note	Amount
Leasehold improvement		₱104,343,805
Station equipment		46,173,157
Leasehold rights	*8*	14,834,295
Inventory		13,898,212
Vehicles and transportation		9,250,531
		₱188,500,000

Sale of Pledged Asset
On June 30, 2025, the Parent Company entered into an agreement to sell its building to TEC for ₱38.00 million. As of year-end, the transfer of legal title and registration of ownership were still in process. Management determined that control of the building transferred to TEC on the date of sale, as TEC obtained possession of the property and assumed the significant risks and rewards of ownership. Accordingly, the Parent Company derecognized the building on June 30, 2025, and recognized a gain on disposal amounting to ₱13.67 million. The pending transfer of legal title as of year-end is administrative in nature and does not affect the recognition of the sale.

Despite the sale of the asset, the related loan obligation remains outstanding under the Parent Company, and the collateral arrangement continues to apply over the asset now owned by the Ultimate Parent Company. The Parent Company continues to service the loan in accordance with the original loan agreement.

Collateral
Transportation equipment amounting to ₱88.89 million and ₱19.13 million as at September 30, 2026 and December 31, 2025, respectively, are held as collateral for the Group's mortgage payable (see Note 12).

The Group's management, after due consideration of the assessment of its assets for impairment, believes that there are no indications that the property and equipment as at September 30, 2026 and December 31, 2025 are impaired or its carrying amounts cannot be recovered.

8. Intangible Assets, Net

The movements in this account follow:

	Trademark	Computer Software	Leasehold Rights	Total
Cost				
As at January 1, 2025	₱ 7,365	₱2,401,890	₱-	₱2,409,255
Additions	-	626,373	13,244,906	13,871,279
Assignment	-	-	(13,244,906)	(13,244,906)
As at December 31, 2025	7,365	3,028,263	-	3,035,628
Additions	**-**	**1,021,374**	**-**	**-**
As at September 30, 2026	**7,365**	**4,049,637**	**-**	**4,057,002**
Accumulated Amortization				
As at January 1, 2025	123	1,520,438	-	1,520,561
Amortization	736	154,972	-	155,708
As at December 31, 2025	859	1,675,410	-	1,676,269
Amortization	-	162,035	-	93,048
As at September 30, 2026	**859**	**1,837,445**	**-**	**1,769,317**
Carrying amount				
As at September 30, 2026	**₱6,507**	**₱2,212,192**	**₱-**	**₱2,218,698**
As at December 31, 2025	₱6,506	₱1,352,853	₱-	₱1,359,359

On July 25, 2025, LFC ("Assignor") entered a Deed of Assignment of Leasehold Rights with Topline Properties and Development Corporation (TPDC) (the "Assignee") for ₱42.00 million, whereby TPDC acquired and accepted the transfer of the Assignor's leasehold rights over various fuel station properties located in Cebu, Leyte, Negros Oriental, and Siquijor.

The leasehold rights pertain to properties previously acquired by the Assignor under an APA and are subject to existing lease agreements with third-party lessors. Under the Deed of Assignment, TPDC assumed all corresponding rights, obligations, and liabilities arising from the lease agreements, including the payment of rentals and compliance with the terms and conditions therein.

The assignment pertains only to the contractual leasehold rights and does not include the transfer of the related leasehold improvements. The leasehold improvements remain recognized as property and equipment, as these assets continue to be controlled and used by the Group in its operations, and provide future economic benefits through the continued use of the service station sites.

Following the assignment, the Group continues to utilize the underlying sites through sublease arrangements involving TPDC and the Group's subsidiary (LFC), which are accounted for in accordance with PFRS 16 and disclosed in Note 21.

The assignment of leasehold rights does not affect the recognition, classification, or measurement of the leasehold improvements, which remain part of the Group's property and equipment.

9. Other Noncurrent Assets

This account consists of:

	Note	**September 30, 2026**	December 31, 2025
Investment in shares of stocks carried at FVOCI		**₱3,485,000**	₱3,485,000
Refundable deposit	*19*	**17,984,085**	4,861,260
Bond deposit		**332,110**	332,110
Utility deposit		**365,157**	172,300

	₱22,166,352	₱8,850,670

Investment in shares of stocks pertains to investment in shares of stock in Cebu Sports Club and Casino Español with cost of ₱1.49 million and ₱2.00 million, respectively, and is accounted for at FVOCI.

10. Trade and Other Payables

This account consists of:

	September 30, 2026	December 31, 2025
Trade payables	**₱1,384,854**	₱-
Customer deposit	**29,252,811**	10,710,766
Nontrade payables	**4,284,709**	32,812,556
Statutory payables	**7,849,709**	4,778,511
Retention payable	**22,882,142**	3,326,975
Accrued expenses	**12,366,761**	6,414,747
Contract liabilities	**137,444**	44,071
Other payables	**27,968,368**	641,874
	₱106,126,320	₱58,729,500

Trade payables are noninterest-bearing and are generally settled on a 30- to 60-day credit term.

Nontrade payables pertain mainly to operating expenses and support services, including logistics, advertising, representation, maintenance, professional services, and other administrative expenses incurred in the normal course of operations. These payables are short-term, non-interest bearing, and are settled on a 30- to 60-day credit term.

Customer deposits represent advance payments received from customers for goods and/or services to be delivered in future periods. These deposits are recognized as a liability upon receipt and are presented under current liabilities as they are expected to be settled within the normal operating cycle of the Group.

Statutory payables pertain to VAT, SSS, Pag-IBIG, PhilHealth and withholding taxes which are normally settled in the following month.

Accrued expenses pertain to salaries, utility charges, rent and other expenses incurred which are normally settled in the following month.

Contract liabilities primarily consist of deferred revenue arising from the Group's customer loyalty program. Under the program, retail fuel customers earn reward points from fuel purchases which may be redeemed for future fuel purchases or merchandise.

Other payables pertain accrued salaries, wages, and other payroll-related expenses that have been earned by employees as of the reporting date but remain unpaid.

11. Loans Payable

The movements in this account follow:

	September 30, 2026	December 31, 2025
Balance at beginning of the year	**₱2,983,393,233**	₱2,020,460,721
Availments	**6,021,407,184**	5,226,404,682
Settlements	**(5,985,262,181)**	(4,263,472,170)
Balance at end of year	**3,019,538,237**	2,983,393,233
Current portion of loans payable	**(2,340,412,422)**	(2,434,674,587)
Noncurrent portion of loans payable	**₱679,125,815**	₱548,718,646

The Group entered into various renewable credit facility agreements with several local banks. These loans have renewable terms ranging from 90 days to 180 days with fixed interest rates ranging from 6.75% to 9.50% annually in 2026 and 7.00% to 9.00% annually in 2025. The loans were obtained to finance the Group's working capital requirements and are secured by the joint and several suretyship of certain stockholders and the mortgage of real assets.

Interest expense incurred for the loans amounted to as follows:

	Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	2026	2025	**2026**	2025
Interest expense	**₱162,598,320**	₱117,410,986	**₱58,550,228**	₱41,837,155

The Parent Company availed a term loan with the Development Bank of the Philippines for the construction of port. This loan is paid quarterly with an interest rate of 8.75% and matures on May 18, 2035. The Parent Company is required to comply with the following restrictive loan covenants, as amended on 19 December 2024:

- Not make or permit any material change in the character of its business from that being carried on at the date of the Agreement or engage in any business operation or activity other than those for which it is presently authorized by law.
- The Company should maintain a debt-to equity ratio not exceeding 70:30 at all times.
- The Company should not permit its current ratio to be less than 1 at any time.
- The Company should not permit its debt-service coverage ratio to be less than 1 at any time.

On May 8, 2024, DBP approved the amendment of the loan covenant on the Parent Company's existing term loan, permitting the change of ownership or control in its business due to the initiation of an IPO of the Parent Company's shares to the public.

As at September 30, 2026, the Parent Company has complied with these restrictive covenants.

Interest expense from the term loan that was capitalized amounted as follows:

	Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	2026	2025	**2026**	2025
Borrowing cost	**₱24,460,146**	₱14,419,582	**₱8,040,744**	₱6,965,386

In 2025, the Parent Company sold the building to its Ultimate Parent Company as part of an internal restructuring of assets within the Group. The loan agreement does not prohibit the sale of the pledged asset. The property, now owned by the Ultimate Parent Company, continues to serve as collateral for the Parent Company's borrowing.

The Parent Company remains primarily liable for the loan and continues to service the obligation in accordance with the loan agreement.

12. Mortgage Payable

This account represents financing loans obtained from local banks for the purchase of transportation equipment. These loans are payable in 36-60 monthly installments with an effective annual interest rate of 24% in 2026 and 2025.

Details of the mortgage payable follow:

	September 30, 2026	December 31, 2025
Balance at beginning of the year	**₱20,688,098**	₱23,330,808
Settlements	**(2,160,845)**	(2,642,710)
Balance at end of year	**18,527,253**	20,688,098
Current portion of mortgage payable	**(758,018)**	(2,904,435)
Noncurrent portion of mortgage payable	**₱17,769,235**	₱17,783,663

The mortgage payable is collateralized by transportation equipment with carrying amount of ₱88.89 million and ₱19.13 million as at September 30, 2026 and December 31, 2025, respectively (see Note 7).

Total interest expense charged to operations follows:

		Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	Note	**2026**	2025	**2026**	2025
Loans payable	*11*	**₱162,598,320**	₱117,410,986	**₱58,550,228**	₱41,837,155
Mortgage payable		**1,482,615**	1,586,449	**541,076**	548,903
Lease liability	*19*	**12,592,711**	342,083	**4,146,479**	228,042
		₱176,673,647	₱119,339,518	**₱63,237,784**	₱ 42,614,100

13. Related Party Disclosures

Related party relationships

Details of significant related parties are as follows:

Related parties	**Nature of Relationship**	**Country of Incorporation**
Topline Equity Corporation (TEC)	Ultimate Parent Company	Philippines
Topline Services and Development Corporation (TSDC)	Affiliate	Philippines
Topline Properties and Development Corporation (TPDC)	Affiliate	Philippines
Pier Eighty-Eight Ventures, Inc. (Pier 88)	Affiliate	Philippines
Topline Energy and Power Development Corporation (TEPDC)	Affiliate	Philippines
Topline Hi Tech and Synergy Corporation (THTSC)	Affiliate	Philippines
Topline Transport and Services Corporation (TTSC)	Affiliate	Philippines
Topline Marina Wharf Development Corporation (TMWDC)	Affiliate	Philippines
Vikingland Corp.	Affiliate	Philippines
Trident Maritime Corporation (TMC)	Affiliate	Philippines
Topline Enterprise Corporation (TEnC)	Affiliate	Philippines
Shareholders	-	Philippines

Related party transactions and balances

The movements and the outstanding balances of the related party transactions follow:

		Outstanding Balance		
	Movements	**September 30, 2026**	December 31, 2025	Terms and Conditions
Trade receivable *(Note 4)***:**				
Pier 88	Beginning	**₱108,802**	₱-	Unsecured, non-interest bearing, payable on demand
	Net Movement	**(96,415)**	108,802	
		12,387	108,802	
Vikingland Corp.	Beginning	**65,034**	-	Unsecured, non-interest bearing, payable on demand
	Net Movement	**(54,577)**	65,034	
		10,457	65,034	
TPDC	Beginning	**-**	-	Unsecured, non-interest bearing, payable on demand
	Net Movement	**90,500**	8,733	
		90,500	8,733	
TEnC	Beginning	**-**	-	Unsecured, non-interest bearing, payable on demand
	Net Movement	**6,131**	8,733	
		6,131	8,733	
TEC	Beginning	**8,733**	-	Unsecured, non-interest bearing, payable on demand
	Net Movement	**6,768**	8,733	
		15,500	8,733	
THTSC	Beginning	**5,088**	-	Unsecured, non-interest bearing, payable on demand
	Net Movement	**7,057**	5,088	
		12,145	5,088	
TMWDC	Beginning	**1,772**	-	Unsecured, non-interest bearing, payable on demand
	Net Movement	**2,029**	1,772	
		3,801	1,772	
		₱150,922	₱189,429	

Other receivable *(Note 4)*:				
TSDC (i)	Beginning	**₱-**	₱-	Unsecured, non-interest bearing, payable on demand
	Net Movement	**-**	-	
		-	-	
TPDC (ii)	Beginning	**-**	-	Unsecured, non-interest bearing, payable on demand
	Net Movement	**-**	-	
		-	-	
Pier 88 (iii)	Beginning	**90,000,000**	85,714,286	Unsecured, non-interest bearing, payable on demand
	Net Movement	**(19,125,000)**	4,285,714	
		70,875,000	90,000,000	
TMC (iv)	Beginning	**450,000**	450,000	Unsecured, non-interest bearing, payable on demand
	Net Movement	**(450,000)**	-	
		-	450,000	
		₱70,875,000	₱90,450,000	

Forward

		Outstanding Balance		
	Movements	**September 30, 2026**	December 31, 2025	Terms and Conditions
Due from (vi)**:**				
TEPDC	Beginning	**₱18,981,520**	₱162,762,770	Unsecured, non-interest bearing, payable on demand
	Net Movement	**(18,981,520)**	(143,781,250)	
		-	18,981,520	
TMWDC	Beginning	**-**	43,049,047	Unsecured, non-interest bearing, payable on demand
	Net Movement	**-**	(43,049,047)	
		-	-	
Vikingland Corp.	Beginning	**78,867,823**	97,872,800	Unsecured, non-interest bearing, payable on demand
	Net Movement	**(78,867,823)**	(19,004,977)	
		-	78,867,823	
THTSC	Beginning	**90,743,873**	85,743,873	Unsecured, non-interest bearing, payable on demand
	Net Movement	**(90,743,873)**	5,000,000	
		-	90,743,873	
TPDC (vii)	Beginning	**758,014,536**	131,471,243	Unsecured, non-interest bearing, payable on demand
	Net Movement	**(68,122,571)**	626,543,293	
		689,891,965	758,014,536	
TEnC	Beginning	**125,634,404**	-	Unsecured, non-interest bearing, payable on demand
	Net Movement	**2,350,051**	125,634,404	
		127,984,455	125,634,404	
		₱817,876,420	₱1,072,242,156	
Deposit for future stock subscription *(Note 14):*				
Shareholders	Beginning	**₱15,468,750**	**₱-**	Unsecured, non-interest bearing, payable on demand
	Net Movement	**(15,468,750)**	15,468,750	
		₱-	₱15,468,750	

Transactions with related parties principally consist of cash advances which are unsecured, noninterest- bearing, due and payable upon demand and settled through cash.

Notes:

a. In 2023, the Parent Company entered into a lease agreement with Pier Eighty-Eight Ventures, Inc. on its port improvements with a term of ten (10) years. The Company recognized rental income as disclosed in Note 19.
b. On January 30, 2023, TLDC entered into a contract with TMC for maintenance and repair logistics and documentation and compliance support services for a term of one year and renewable automatically, unless terminated.
c. On June 30, 2025, the Parent Company sold properties to TEC and recognized a gain on sale amounting to ₱13.67. Management represents that the sale of pledged asset in 2025 was conducted on terms comparable to those that could be obtained in an arm's-length transaction.
d. Transactions with related parties principally consist of cash advances which are unsecured, noninterest- bearing, due and payable upon demand and settled through cash.
e. During the year, the Group entered into related party transactions primarily in support of strategic expansion initiatives and capital expenditures, including the acquisition, construction, and disposal of property and equipment, as well as the assignment of leasehold rights.

These transactions are undertaken for operational and strategic purposes and are reviewed and approved in accordance with the Group's established approval policies and procedures. Where applicable, management believes that the terms and conditions are comparable to those that would have been agreed with independent parties under similar circumstances.

The Group's transactions with related parties pertain to acquisitions of property and cash advances which are unsecured, noninterest-bearing, and due and payable upon demand.

Based on management's assessment, no material ECL provision was required as of the reporting date.

Key Management Personnel
Compensation paid for key management personnel amounted to ₱5.28 million and ₱4.46 million for the nine-month periods ended September 30, 2026 and 2025, respectively.

14. Equity

Share Capital

The details of this account follow:

The components of share capital consist of the following number of shares:

	September 30, 2026		December 31, 2025	
	Shares	**Amount**	Shares	Amount
Authorized shares				
At the beginning of the year	**16,000,000,000**	**₱1,600,000,000**	16,000,000,000	₱1,600,000,000
Reclassification to preferred shares	**(800,000,000)**	**80,000,000**		
Common Shares	**15,200,000,000**	**1,520,000,000**	16,000,000,000	1,600,000,000
Preferred Shares	**800,000,000**	**80,000,000**		
Total	**16,000,000,000**	**₱1,600,000,000**	16,000,000,000	₱1,600,000,000
Issued shares				
At the beginning of year	**10,742,193,000**	**₱1,074,219,300**	8,593,753,000	₱859,375,300
Common shares issued	**-**	**-**	2,148,440,000	214,844,000
Preferred shares issued	**15,000,000**	**1,500,000**		
Total subscribed and paid up	**10,757,193,000**	**₱1,075,719,300**	10,742,193,000	₱1,074,219,300

Additional Paid-in Capital

	September 30, 2026	December 31, 2025
Balance at beginning of year	**₱402,144,051**	₱451,172,400
IPO expenses	**-**	(49,028,349)
APIC – Preferred shares issued	**1,498,500,000**	
FOO expenses	**(41,276,369)**	
Balance at year-end	**₱1,859,367,682**	₱402,144,051

In 2025, LFC incurred share issuance cost amounting to ₱3.12 million which was allocated to the equity holders of the Parent Company and non-controlling interests based on their respective ownership interests.

The Group incurred ₱52.15 million on IPO expenses and share issuance cost.

On October 8, 2025, the BOD of TLDC signed a resolution to increase the authorized share of stock from ₱10.00 million to ₱1.00 billion. On the same date, the stockholders of TLDC deposited ₱15.47 million as capital infusion. As of reporting date, TLDC submitted its application for increase in authorized capital stock with SEC, which was approved on January 12, 2026.

Initial Public Offering

On April 8, 2025, the Parent Company successfully listed 2,148,440,000 of its primary common shares on the Main Board of the Philippine Stock Exchange with an offer price of ₱0.31 per common share under the ticker symbol "TOP". The offering generated gross proceeds amounting to ₱666,016,400, with net proceeds after

deducting underwriting fees, taxes, and other related expenses totaling ₱616,988,051, broken down as follows:

	Amount
Underwriting and selling fees	₱14,832,120
Legal counsel	13,015,011
PSE filing fee	10,735,059
Other professional fees	2,868,750
Audit fees	2,511,600
Documentary stamp taxes	2,148,440
SEC registration, research and listing fee	1,625,363
Stock and transfer and receiving agency fees	872,490
Share lock up and escrow agency fees	25,000
Estimated other expenses	394,516
	₱49,028,349

**Expenses are net of VAT and excludes unpaid IPO expenses as of reporting date.*

Follow On Offering of Preferred Shares

On October 8 and December 2, 2025, the BOD and stockholders of the Parent Company approved the reclassification of 800 million unissued common shares with a par value of ₱0.10 per share to preferred shares with a par value ₱0.10 per share. On December 18, 2025, the Parent Company submitted its application to SEC for the conversion of shares.

On February 12, 2026, the SEC approved approved the Parent Company's Amended Articles of Incorporation for the conversion of 800 million unissued common shares with a par value of ₱0.10 per share to preferred shares with a par value ₱0.10 per share.

On March 10, 2026, the BOD approved the filing of a shelf registration of up to 150,000,000 perpetual, cumulative, non-voting, non-participating, non-convertible, redeemable, and reissuable Philippine Peso-denominated Preferred Shares ("Perpetual Preferred Shares") of the Parent Company with the SEC, and conduct a public offering of up to 10,000,000 Perpetual Preferred Shares and an oversubscription option of up to 5,000,000 Perpetual Preferred Shares, to be issued out of the unissued portion of the authorized capital stock of the Parent Company.

On March 19, 2026, the Parent Company officially filed its Registration Statement with the SEC, and received the SEC Pre-Effective Clearance and PSE Notice of Approval on April 28 and April 29, 2026, respectively.

On June 26, 2026, the Parent Company successfully completed the public offering and issued 15,000,000 perpetual preferred shares at an offer price of ₱100.00 per share, generating gross proceeds of ₱1.50 billion, with net proceeds of approximately ₱1,464,355,508 after deducting underwriting fees, taxes, and other directly attributable issuance costs.

Cash Dividends

On May 5 and August 18, 2025, the BOD of the Parent Company approved the declaration of cash dividends of ₱0.0032 and ₱0.0021 per common share to all shareholders of record as of May 22 and September 4, 2025, respectively. The cash dividends amounting to ₱34.38 million and ₱22.56 million were paid on June 18 and September 30, 2025, respectively.

On May 12, 2026, the BOD of the Parent Company approved the declaration of a regular cash dividend of ₱0.00342 per common share, payable to stockholders of record as of June 5, 2026. The cash dividends amounting to ₱36.74 million were paid on July 2, 2026.

On September 4, 2026, the Board of Directors approved the declaration of the first quarterly cash dividends on the Company's outstanding Series "A" Preferred Shares amounting to ₱34.73 million, payable to stockholders of record as of September 21, 2026. The cash dividends were paid on September 26, 2026.

15. Disaggregated Revenue Information

The Group's disaggregation of revenue from sale of fuel account consists of the following revenues recognized at a point in time:

	Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	2026	2025	**2026**	2025
Commercial fuel trade	**₱5,811,204,414**	₱2,961,665,635	**₱2,344,953,207**	₱1,051,333,388
Retail	**605,326,968**	132,078,362	**237,425,530**	68,147,566
Non-fuel	**2,217,371**	642,146	**883,128**	267,940
	₱6,418,748,753	₱3,094,386,142	**₱2,583,261,865**	₱1,119,748,894

16. Cost of Sales and Other Direct Costs

This account consists of:

		Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	Note	**2026**	2025	**2026**	2025
Fuel and lubricants	*5*	**₱5,833,235,154**	₱2,788,264,142	**₱2,378,947,989**	₱1,008,616,558
Depreciation and amortization	*7*	**19,521,334**	16,418,753	**6,549,666**	5,327,520
Hauling		**287,086**	1,596,960	**15,625**	681,080
Non-fuel		**1,772,510**	575,381	**701,695**	230,296
		₱5,854,816,084	₱2,806,855,236	**₱2,386,214,975**	₱1,014,855,454

17. General and Administrative Expenses

This account consists of:

		Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	Note	**2026**	2025	**2026**	2025
Salaries, wages and benefits		**₱56,024,517**	₱27,661,952	**₱20,472,120**	₱14,745,478
Depreciation and amortization		**40,717,247**	19,144,610	**12,806,381**	4,301,710
Taxes and licenses	*7*	**27,811,222**	21,654,027	**5,782,439**	10,430,234
Rent	*19*	**22,329,536**	13,649,745	**9,070,437**	7,842,302
Fuel, oil and lubricants		**20,172,708**	7,630,491	**8,134,381**	2,494,316
Commission		**8,183,800**	5,383,420	**3,315,800**	2,031,020
Insurance		**3,624,566**	1,888,730	**1,160,507**	337,685
Utilities		**5,215,158**	2,627,436	**2,079,891**	1,252,399
Merchant fees		**2,748,806**	1,950,942	**1,142,227**	751,423
Advertising		**3,789,261**	2,196,948	**919,928**	1,130,512
Donation		**10,253,000**	1,010,000	**250,000**	5,000
Professional fees		**7,597,004**	1,991,579	**2,378,504**	1,061,640
Materials and supplies		**3,150,969**	1,469,080	**1,216,143**	720,352
Representation and entertainment		**1,974,352**	1,055,452	**567,229**	405,264
Bank charges		**1,081,555**	1,250,690	**(1,807,747)**	755,769
Repairs and maintenance		**4,052,349**	913,414	**1,469,468**	629,163
Security		**180,357**	244,368	**60,536**	244,368
Transportation		**1,190,189**	351,496	**593,358**	146,223
Training		**660,208**	65,736	**615,700**	6,600
Miscellaneous		**7,350,431**	3,557,173	**3,028,536**	2,739,731
		₱228,107,235	₱129,388,080	**₱73,255,838**	₱51,786,821

Commission expense pertains to amounts given to the Group's sales team for facilitating or completing a sale. Commission expenses are based on volume sold per employee.

The negative bank charges expense balance for the three-month period ended September 30, 2026 primarily resulted from the reversal of bank charges previously recognized by the Group following adjustments made by the bank for overcharged fees.

Miscellaneous expense consists of payments for gasoline, association dues, freebies and giveaways, subscription and hotel accommodation.

18. Other Income

This account consists of:

		Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	Note	**2026**	2025	**2026**	2025
Rental	*13,19*	**₱76,324,159**	₱67,500,000	**₱47,684,759**	₱22,500,000
Gain on sale of property	*7*	**-**	13,669,485	**-**	-
Hauling		**135,625**	201,600	**45,000**	77,000
Others		**23,578,941**	25,643,604	**20,306,350**	11,279,768
		₱100,038,725	₱107,014,689	**₱68,036,109**	₱33,856,768

19. Significant Contracts and Agreements

Lease Agreements with Parent Company as Lessor

In 2023, the Parent Company entered into a lease agreement with Pier Eighty-Eight Ventures, Inc. on its port improvements with a term of ten (10) years. The Parent Company recognized rental income under "Other Income" as follows:

		Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	Note	**2026**	2025	**2026**	2025
Other income	*18*	**₱76,324,159**	₱67,500,000	**₱47,684,759**	₱22,500,000

Parent Company as a Lessee

Short-term Lease

In 2025 and 2026, the Parent Company entered into agreements for the lease of storage fuel tanks. The leases cover a period of one year. The lease is renewable upon mutual consent of both parties.

Refundable deposits amounted to ₱5.33 million and ₱4.86 million as at September 30, 2026 and December 31, 2025, respectively (see Note 9).

Subsidiary as a Lessee
On January 1, 2024, LFC entered into a sublease contract with TPDC on a commercial property. The lease covers a period of eight years.

On June 2, 2025, TLDC entered into an agreement with Philippine Economic Zone Authority (PEZA) for the lease of lots. The lease covers a period of five years.

On July 25, 2025, LFC entered into a sublease agreement with TPDC and TEnC covering various parcels of land intended for the construction and operation of fuel service stations. The sublease is co-terminus with the related Prime Lease. LFC pays monthly rent equivalent to 110% of the rate charged under the Prime Lease, inclusive of VAT and net of withholding taxes.

The lease agreements generally have terms ranging from 10 to 15 years with options to renew subject to mutual agreement between the parties. Lease payments consist of fixed monthly rentals, which may be subject to periodic escalation clauses as stipulated in the contracts, payable in accordance with the terms of the respective lease agreements.

On May 18, 2026, TLDC entered into a sublease agreement with the LuDo & LuYm Group for the redevelopment of existing industrial tank storage facilities into a major fuel storage and distribution hub. As of September 30, 2026, rental payments had not yet commenced.

Refundable security deposits amounted to ₱12.65 million and ₱1.53 million as at September 30, 2026 and December 31, 2025 (see Note 9).

Set out below are the carrying amounts of lease liability and the movement:

	September 30, 2026	December 31, 2025
As at January 1	**₱271,145,916**	₱7,838,701
Additions	**-**	268,477,917
Accretion of interest	**12,592,711**	7,367,835
Payments	**(22,587,770)**	(12,538,537)
As at December 31	**₱261,150,857**	₱271,145,916

	September 30, 2026	December 31, 2025
Current	**₱14,716,006**	₱13,502,988
Noncurrent	**246,434,851**	257,642,928
	₱261,150,857	₱271,145,916

Right-of-use asset

Set out below are the carrying amounts and movement of right-of-use asset:

	September 30, 2026	December 31, 2025
Balance at beginning of the year	**₱265,163,731**	₱7,578,630
Additions	**-**	268,477,917
Depreciation	**(19,003,851)**	(10,892,816)
Balance at end of the year	**₱246,159,880**	₱265,163,731

Future minimum lease payments over the remaining term of the leases follow:

	September 30, 2026	December 31, 2025
Within one year	**₱7,601,682**	₱30,189,451
More than one year but less than five years	**375,021,712**	375,021,712
	₱382,623,393	₱405,211,163

The Group recognized rent expense on short term lease and charged to "General and administrative expenses" (see Note 17) as follows:

	Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	2026	2025	**2026**	2025
Rent expense	**₱27,811,222**	₱5,746,030	**₱5,782,439**	₱3,598,501

Purchase Agreement
Advances to suppliers amounting to ₱ 0.90 million and ₱1.00 billion as at September 30, 2026 and December 31, 2025, respectively, pertaining to advance payments made by the Group for the purchase of fuel which are yet to be delivered to the Group (see Note 6).

20. Income Tax

(a) The components of the Group's provision for income tax follow:

	Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	2026	2025	**2026**	2025
Current income tax	**₱65,664,379**	₱36,525,416	**₱22,322,341**	₱11,106,931
Deferred income tax	**(436,495)**	(70,916)	**56,963**	(22,991)
	₱65,227,884	₱36,454,500	**₱22,379,304**	₱11,083,940

(b) The reconciliation of provision for income tax computed at the statutory income tax rate to provision for income tax as shown in the consolidated statement of comprehensive income is as follows:

	Nine-Month Period Ended September 30,		Three-Month Period Ended September 30,	
	2026	2025	**2026**	2025
Income before income tax	**₱259,446,966**	₱146,028,887	**₱93,384,090**	₱44,401,750
Income tax at statutory income tax rate of 25%	**₱64,861,742**	₱36,507,222	**₱23,346,023**	11,100,438
Add (deduct) tax effect of:				
Non-deductible expenses		-		-
Income subject to final tax	**(64,113)**	(52,721)	**(33,197)**	(16,497)
Effect of change in income tax rate*	**430,256**	-	**(949,609)**	-
	₱65,227,884	₱36,454,500	**₱22,379,304**	₱11,083,940

**TLDC presents its income tax at statutory income tax rate of 20% in its separate financial statements.*

(c) The Group's deferred tax assets, net arise from the following:

	September 30, 2026	December 31, 2025
Deferred tax assets		
Presented in profit or loss:		
Excess income tax expense from unrealized gain in intercompany sale of property and equipment	**₱9,725,767**	₱9,725,767
Excess income tax expense from unrealized gain in downstream sale	**931,437**	931,437
Excess income tax expense from unrealized profit in intercompany sale of inventories	**436,495**	-
Excess lease expense over rent paid	**1,530,750**	1,530,750
Retirement	**1,488,043**	1,488,043
Excess MCIT	**308,366**	308,366
	14,420,857	13,984,362
Deferred tax liability		
Presented in other comprehensive income:		
Change in fair value of investment at FVOCI	**(216,027)**	(216,027)

	₱14,204,830	₱13,768,335

(d) The movements of deferred tax assets, net are accounted for as follows:

	September 30, 2026	December 31, 2025
Balance at January 1	**₱13,768,336**	₱5,416,759
Amount recognized in profit or loss	**436,495**	8,417,604
Amount recognized in other comprehensive income	**-**	(66,027)
	₱14,204,831	₱13,768,336

(e) As at September 30, 2026, the Group's excess MCIT are as follows:

Year Incurred	Expiry Date	Beginning	Incurred	Applied	Expired	Ending
2024	2027	₱-	₱308,366	₱-	₱-	₱308,366
2025	**2028**	**₱308,366**	**₱-**	**₱-**	**₱-**	**₱308,366**

21. Retirement Liability

The Group has an unfunded, non-contributory defined benefit retirement plan covering substantially all of its regular employees. The benefits are based on the employees' monthly salary at retirement date multiplied by years of credited service. Under the plan, the employees are entitled to retirement benefit of 100% of final salary per year of service on attainment of a retirement age of 60 with at least 5 years of service.

The plan typically exposes the Group to actuarial risks such as: investment risk, interest rate risk, longevity risk and salary risk.

Investment risk
The present value of the defined benefit plan liability is calculated using a discount rate determined by reference to high quality corporate bond yields; if the return on plan asset is below this rate, it will create a plan deficit. As of valuation date, the retirement plan is unfunded.

Interest rate risk
A decrease in the government bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's debt investments.

Longevity risk
The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

Salary risk
The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

The risk relating to benefits to be paid to the dependents of the plan members (widow and orphan benefits) is re-insured by an external insurance company.

No other post-retirement benefits are provided to these employees.

The most recent actuarial valuation of the present value of the defined benefit obligation was carried out at December 31, 2025, by an independent actuary. The present value of the defined benefit obligation, the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

The principal assumptions used for the purpose of the actuarial valuation were as follows:

	2026	2025
Discount rate	**6.39%**	6.39%
Expected rate of salary increases	**5%**	5%

The Group recognized retirement expense under "salaries and wages" amounting to ₱nil and ₱6.67 million in September 30, 2026 and 2025, respectively.

Movements in the present value of defined benefit obligation are as follows:

	2026	2025
Balance, January 1	**₱6,669,085**	₱-
Current service cost	**(93,163)**	6,669,085
Balance, December 31	**₱6,575,922**	₱6,669,085

Significant assumptions for the determination of the defined obligation are discount rate, expected salary increase and turnover. The sensitivity analysis below has been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

	Changes in Assumption	Increase (decrease) on Retirement Liability	
		2026	**2025**
Discount rate	+100 basis points	**(₱933,000)**	**(₱933,000)**
	-100 basis points	**933,000**	**933,000**
Expected salary growth rate	+1%	**933,000**	**933,000**
	-1%	**(933,000)**	**(933,000)**

The Group has no projected undiscounted benefit payments within the next 10 years.

22. Earnings per Share

Earnings per common share amounts were computed as follows:

	Nine-Month Period Ended September 30,	
	2026	2025
a. Net income attributable to equity holders of the parent	**₱193,598,447**	₱76,213,271
b. Weighted average number of common shares issued and outstanding	**10,742,193,000**	9,667,970,000
	₱0.02	₱0.008

There are no dilutive potential common shares for the six-month periods ended September 30, 2026 and 2025.

23. Operating Segment Information

The Group's operations are organized under a single business segment and operating segment, as defined under PFRS 8 – *Operating Segments*. Management has determined that the Group has one operating segment based on the internal reports reviewed and used by the Chief Operating Decision Maker (CODM) in assessing performances and allocating resources.

The CODM, who is responsible for strategic decision-making and resource allocation, reviews the Group's performance on a consolidated basis. As such, the Group's resources are managed and its performance evaluated as a single business unit. No separate segment disclosures are therefore presented in these unaudited interim consolidated financial statements.

The Group's revenues are derived from its fuel operations, both commercial fuel trade and retail trade, and all operations are conducted within the Visayas region. The Group does not have any significant concentration of revenue from a single external customer exceeding 10% of total revenues.

24. Reconciliation of Liabilities Arising from Financing Activities

The table below details changes in the Group's liabilities arising from financing activities, including cash and noncash changes:

		Financing Cash Flows			
	January 1, 2026	**Availments**	**Payments**	**Noncash Changes**	**September 30, 2026**
Loans payable	**₱2,983,393,232**	**₱6,021,407,184**	**(₱5,985,262,181)**	**₱-**	**₱3,019,538,235**
Mortgage payable	**20,688,098**	**-**	**(2,160,845)**	**-**	**18,527,253**
Lease liability	**271,145,916**	**-**	**(22,587,770)**	**12,592,711**	**261,150,857**
	₱3,275,227,246	**₱6,021,407,184**	**(₱6,010,010,796)**	**₱12,592,711**	**₱3,299,216,345**

		Financing Cash Flows			
	January 1, 2025	Availments	Payments	Noncash Changes	September 30, 2025
Loans payable	₱2,020,460,720	₱1,148,982,474	(₱539,188,908)	₱-	₱2,630,254,286
Mortgage payable	23,330,808	-	(2,015,252)	-	21,315,556
Lease liability	7,838,701	-	(860,860)	342,083	7,319,924
	₱2,051,630,230	₱1,148,982,474	(₱542,065,020)	₱342,083	₱2,658,889,766

25. Financial Risk and Capital Management Objectives and Policies

Objectives and Policies

The Group has significant exposure to the following financial risks primarily from its use of financial instruments:

- Liquidity Risk
- Credit Risk
- Interest Rate Risk
- Other Market Price Risk

This note presents information about the exposure to each of the foregoing risks, the objectives, policies and processes for measuring and managing these risks, and for management of capital.

The Group's financial instruments are cash, trade and other receivables, due from related parties, refundable deposits (presented under "Other Noncurrent Assets"), trade and other payables (excluding VAT payable and statutory payables), due to related parties, mortgage payable, loans payable and lease liability.

The BOD has the overall responsibility for the establishment and oversight of the risk management framework of the Group.

The risk management policies of the Group are established to identify and analyze the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and activities. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

Liquidity Risk

Liquidity risk pertains to the risk that the Group will encounter difficulty to meet payment obligations when they fall due under normal and stress circumstances.

The Group's objectives to manage its liquidity risk are as follows: (a) to ensure that adequate funding is available at all times; (b) to meet commitments as they arise without incurring unnecessary costs; (c) to be able to access funding when needed at the least possible cost; and (d) to maintain an adequate time spread of refinancing maturities.

The Group constantly monitors and manages its liquidity position, liquidity gaps and surplus on a daily basis. A committed stand-by credit facility from several local banks is also available to ensure availability of funds when necessary.

The table below summarizes the maturity profile of the Group's financial assets and financial liabilities based on contractual undiscounted receipts and payments used for liquidity management.

		September 30, 2026		
	Note	**Total**	**Due within one year**	**Due within 5 years**
Financial Assets at Amortized Cost				
Cash	*3*	**₱1,574,513,760**	**₱1,574,513,760**	**₱-**
Trade and other receivables*	*4*	**292,448,131**	**292,448,131**	**-**
Due from related parties	*13*	**817,876,420**	**817,876,420**	**-**
Deposits**	*9*	**18,681,352**	**-**	**18,681,352**
		2,703,519,663	**2,684,838,311**	**18,681,352**
Financial Liabilities at Amortized Cost				
Trade and other payables***	*10*	**98,276,611**	**98,276,611**	**-**
Loans payable	*11*	**3,019,538,237**	**2,340,412,422**	**679,125,814**
Mortgage payable	*12*	**18,527,253**	**758,018**	**17,769,235**
Lease liability	*19*	**382,623,393**	**7,601,682**	**375,021,712**
		3,518,965,494	**2,447,048,732**	**1,071,916,761**
Net undiscounted financial assets (liabilities)		**(₱815,445,831)**	**₱237,789,579**	**(₱1,053,235,409)**

**Excluding advances to employees amounting ₱1.02 million as at September 30, 2026.*

***Presented under Other Noncurrent Assets.*

****Excluding statutory payables amounting to ₱7.85 million as at September 30, 2026.*

		December 31, 2025		
	Note	Total	Due within one year	Due within 5 years
Financial Assets at Amortized Cost				
Cash	*5*	₱237,014,673	₱237,014,673	₱-
Trade and other receivables*	*6*	400,798,790	400,798,790	-
Due from related parties	*16*	1,072,242,156	1,072,242,156	-
Deposits**	*11*	5,365,670	-	5,365,670
		1,715,421,289	1,710,055,619	5,365,670
Financial Liabilities at Amortized Cost				
Trade and other payables***	*12*	53,950,990	53,950,990	-
Loans payable	*13*	2,983,393,233	2,434,674,587	548,718,646
Mortgage payable	*14*	20,688,098	2,904,435	17,783,663
Lease liabilities	*21*	405,211,163	30,189,451	375,021,712
		3,463,243,485	2,521,719,463	941,524,021
Net undiscounted financial liabilities		(₱1,747,822,196)	(₱811,663,844)	(₱936,158,351)

** Excluding advances to employees amounting ₱1.12 million as at December 31, 2025.*

***Presented under Other Noncurrent Assets*

****Excluding statutory payables amounting to ₱4.65 million as at December 31, 2025.*

Credit Risk

Credit risk is the risk of financial loss to the Group when a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from receivables. The Group manages its credit risk mainly through the application of transaction limits and close risk monitoring. It is the Group's policy to enter into transactions with a wide diversity of creditworthy counterparties to mitigate any significant concentration of credit risk.

The Group has regular internal control reviews to monitor the granting of credit and management of credit exposures.

The carrying values of financial assets represents the maximum credit exposures. The maximum exposure to credit risk at the reporting date are as follows:

	Note	**September 30, 2026**	December 31, 2025
Financial Assets at Amortized Cost			
Cash in banks	*5*	**₱1,569,053,420**	₱234,664,593
Trade and other receivables*	*6*	**292,448,131**	400,798,790
Due from related parties	*15*	**817,876,420**	1,072,242,156
Refundable deposits	*11*	**18,681,352**	5,365,670
		₱2,698,059,323	₱1,713,071,209

**Excluding advances to employees amounting ₱1.02 million and ₱1.12 million as at September 30, 2026 and December 31, 2025, respectively.*

Analysis of the aged of financial assets is presented as follows:

		September 30, 2026						
			Neither past	Past due but not impaired				
	Note	Total	due nor impaired	1-30 days	31-60 days	61-90 days	Over 90 days	Impaired
Financial Assets at Amortized Cost								
Cash in banks	*3*	**₱1,569,053,420**	**₱1,569,053,420**	**₱-**	**₱-**	**₱-**	**₱-**	**₱-**
Trade receivables	*4*	**292,448,131**	**292,448,131**	**-**	**-**	**-**	**-**	**-**
Due from related parties	*13*	**817,876,420**	**817,876,420**	**-**	**-**	**-**	**-**	**-**
Refundable deposit	*9*	**18,681,352**	**18,681,352**	**-**	**-**	**-**	**-**	**-**
		₱2,698,059,323	**₱2,698,059,323**	**₱-**	**₱-**	**₱-**	**₱-**	**₱-**

		December 31, 2025						
			Neither past	Past due but not impaired				
	Note	Total	due nor impaired	1-30 days	31-60 days	61-90 days	Over 90 days	Impaired
Financial Assets at Amortized Cost								
Cash in banks	*5*	₱234,664,593	₱234,664,593	₱-	₱-	₱-	₱-	₱-
Trade receivables	*6*	400,798,790	400,798,790	-	-	-	-	-
Due from related parties	*15*	1,072,242,156	1,072,242,156	-	-	-	-	-
Refundable deposit	*11*	5,365,670	5,365,670	-	-	-	-	-
		₱1,713,071,209	₱1,713,071,209	₱-	₱-	₱-	₱-	₱-

Financial assets are considered as high grade if the counterparties are not expected to default in settling their obligations, thus credit risk exposure is minimal. These counterparties include banks and customers who pay on or before due date.

The Group does not hold any collateral against these financial assets as at September 30, 2026 and December 31, 2025.

Credit quality per class of financial assets
The Group's bases in grading its financial assets are as follows:

High grade	These are receivables which have a high probability of collection (i.e. those counterparty has the evident ability to satisfy its obligations).
Standard grade	These are receivables from counterparties with no history of default and are not past due as of the reporting date.
Substandard grade	These are receivables that can be collected provided the Group makes persistent effort to collect them.

The table below shows the credit quality by class of financial assets based on the historical experience with the corresponding third parties as at September 30, 2026, without taking account of any collateral held or other credit enhancements.

	September 30, 2026						
	Neither past due nor impaired						
	High grade	Standard grade	Sub-standard grade	Unrated	Past due but not impaired	Impaired	Total
Financial Assets at Amortized Cost							
Cash in banks (Note 3)	**₱1,569,053,420**	**₱-**	**₱-**	**₱-**	**₱-**	**₱-**	**₱1,569,053,420**
Trade and other receivables (Note 4)	**-**	**292,448,131**	**-**	**-**	**-**	**-**	**292,448,131**
Advances to suppliers (Note 6)	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Due from related parties (Note 13)	**-**	**817,876,420**	**-**	**-**	**-**	**-**	**817,876,420**
Refundable deposit (Note 9)	**-**	**18,681,352**	**-**	**-**	**-**	**-**	**18,681,352**
	₱1,569,053,420	**₱1,129,005,903**	**₱-**	**₱**	**₱-**	**₱-**	**₱2,698,059,323**

	December 31, 2025						
	Neither past due nor impaired						
	High grade	Standard grade	Sub-standard grade	Unrated	Past due but not impaired	Impaired	Total
Financial Assets at Amortized Cost							
Cash in banks (Note 5)	₱234,664,593	₱-	₱-	₱-	₱-	₱-	₱234,664,593
Trade and other receivables (Note 6)	-	400,798,790	-	-	-	-	400,798,790
Due from related parties (Note 15)	-	1,072,242,156	-	-	-	-	1,072,242,156
Refundable deposit (Note 11)	-	5,365,670	-	-	-	-	5,365,670
	₱234,664,593	₱1,478,406,616	₱-	₱	₱-	₱-	₱1,713,071,209

Cash in Banks. The Group limits its exposure to credit risk by dealing only with reputable banks that have good credit standing and relatively low risk of defaults. These instruments are graded in the top category by an acceptable credit rating and are considered to have low risk.

Trade Receivables. To limit its exposure to credit risk, the Group transacts only with credit worthy customers who have undergone its credit evaluation and approval process. The Group assesses the credit quality of the customer taking into account its financial position, past experience and other factors.

Due from Related Parties, and Refundable Deposits. For amounts due from related parties, credit risk is low considering the liquidity of the stockholders and their continuing guarantee to support the Group. For security deposits, credit risk is low since the Group only transacts with reputable parties with respect to this financial asset.

An impairment analysis is performed at each reporting date using the lifetime ECL allowance. The provision rates are based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate.

Financial assets as at September 30, 2026 and December 31, 2025 were assessed by management as neither past due or impaired.

Interest Rate Risk
Interest rate risk arises from the possibility that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's long-term debt.

The Group's policy is to manage its interest cost by limiting its borrowings. The Group analyzes its loan facilities and choose the bank with lowest finance charges and interest rates. To manage future interest fluctuations on its obligations, the Group maintains significant amount of cash that is available when the interest and principal become due.

The Group is not exposed to interest rate as the Group's interest rate on bank loans is fixed.

Other Market Price Risk
The Group's market price risk arises from its purchase of fuel. The Group manages its risk arising from changes in market price by monitoring the changes in the market price of the fuel.

26. Fair Value Measurements

A comparison by category of the carrying amounts and fair values of the Group's financial instruments follows:

	September 30, 2026		December 31, 2025	
	Carrying Amount	**Fair Value**	Carrying Amount	Fair Value
Financial Assets				
Cash	**₱1,574,513,760**	**₱1,574,513,760**	₱237,014,673	₱237,014,673
Trade and other receivables*	**292,448,131**	**292,448,131**	400,798,790	400,798,790
Due from related parties	**817,876,420**	**817,876,420**	1,072,242,156	1,072,242,156
Refundable deposits**	**18,681,352**	**18,681,352**	5,365,670	4,009,541
Investment in shares of stock**	**3,485,000**	**3,485,000**	3,485,000	3,485,000
	₱2,707,004,663	**₱2,707,004,663**	₱1,718,906,289	₱1,717,550,160
Financial Liabilities				
Trade and other payables***	**₱98,276,611**	**₱98,276,611**	₱53,950,990	₱53,950,990
Loans payable	**3,019,538,237**	**3,019,538,237**	2,983,393,233	2,983,393,233
Mortgage payable	**18,527,253**	**18,527,253**	20,688,098	20,688,098
Lease liability	**261,150,857**	**261,150,857**	271,145,916	405,211,163
	₱3,397,492,958	**₱3,397,492,958**	₱3,329,178,237	₱3,463,243,484

**Excluding advances to employees subject to liquidation amounting to amounting to ₱1.02 million and ₱1.12 million as at September 30, 2026 and December 31, 2025, respectively.*
***Presented under Other Noncurrent Assets.*
****Excluding statutory payables amounting to ₱7.85 million and ₱4.65 million as at September 30, 2026 and December 31, 2025, respectively.*

The following methods and assumptions are used to estimate the fair value of each class of financial instruments for which it is practicable to estimate such value:

Cash, Due from Related Parties and Trade and Other Payables (excluding statutory payables). The carrying values approximate their fair values due to the short-term maturity of these financial instruments.

Trade and Other Receivables and Refundable Deposits. The carrying values approximate their fair values at the date when the amount receivable becomes due.

Loans Payable and Mortgage Payable. The carrying amount approximates the fair value because these are interest-bearing loans at market rate.

Lease Liability. The fair value is estimated using the discounted cash flow methodology using the Group's current incremental lending rates for similar types of liabilities. There are no significant unobservable inputs in determining its fair value.

27. **Capital Risk Management Objectives and Policies**

The primary objective of the Group's capital management is to ensure its ability to continue as a going concern and that it maintains a strong credit rating and healthy capital ratios in order to support its business, maximize shareholder value, provide returns for shareholders and benefits for other stakeholders.

The BOD has overall responsibility for monitoring of capital in proportion to risk. Profiles for capital ratios are set in the light of changes in the Group's external environment and the risks underlying the Group's business operations and industry.

The Group sets the amount of capital in proportion to risk. The Group manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Group may issue new shares or sell assets to reduce debt.

The following are the Group's capital:

	September 30, 2026	December 31, 2025
Capital stock	**₱1,075,719,300**	₱1,074,219,300
Deposit for future stock subscription	**-**	15,468,750
Additional paid-in capital	**1,859,367,682**	402,144,051
Retained earnings	**305,090,277**	182,959,135
Other comprehensive income	**1,048,079**	1,048,079
Total Equity Attributable to Equity Holders of the Parent Company	**3,241,225,123**	1,675,839,315
Non-controlling interests	**64,655,155**	2,159,522
	₱3,305,880,278	₱1,677,998,836

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

The following discussion and analysis of Top Line Business Development Corp. ("TOP" or the "Company") and its subsidiaries' (collectively, the "Group") consolidated financial condition and results of operations should be read in conjunction with the unaudited interim consolidated financial statements and accompanying schedules and disclosures for the nine-month period ended September 30, 2026.

FACTORS AFFECTING THE GROUP'S RESULTS OF OPERATIONS

The Group's operations continue to be influenced by several key factors, including competition, fluctuations in petroleum prices, working capital requirements, supply availability, evolving regulatory environments, and macroeconomic and geopolitical conditions. The Group continues to implement strategic initiatives intended to mitigate these risks and support its ongoing expansion.

Competition

The Philippine downstream oil industry remains competitive, with major oil companies, independent fuel distributors, and emerging retail operators competing across the commercial and retail segments.

The Group continues to strengthen its competitive position through the expansion of its commercial customer base, development of its retail fuel station network, and investments in logistics and fuel storage infrastructure. These initiatives are intended to improve market reach, enhance operational efficiency, and support reliable fuel distribution.

Price Fluctuations

Fluctuations in global petroleum prices continue to influence domestic fuel prices, procurement costs, inventory management, and customer purchasing behavior.

The Group manages these fluctuations through active pricing strategies, inventory planning, and coordination with suppliers to maintain competitive pricing while protecting operating margins. The timing of fuel purchases and inventory replenishment remains important in managing exposure to price movements.

Working Capital

Working capital remains a critical component of the Group's operations, particularly as sales volumes and procurement requirements increase.

The Group's existing local fuel procurement arrangements generally require advance payments to suppliers. Accordingly, continued growth in fuel distribution activities requires adequate liquidity and access to working capital financing to support inventory purchases and maintain supply reliability.

The Group is also pursuing direct importation initiatives, which are expected to provide greater flexibility in fuel sourcing and procurement arrangements, including potential supplier credit terms.

Supply Availability and Importation Activities

The availability of petroleum products and the ability to secure reliable fuel supply remain important factors affecting the Group's operations.

To strengthen its procurement capabilities, the Group continues to develop its direct importation strategy through Topline Energlobal Pte. Ltd., its Singapore-based trading subsidiary, and Topline Logistics and Development Corp., its Philippine logistics and importation subsidiary.

These initiatives are intended to diversify supply sources, improve procurement flexibility, and support the Group's growing commercial and retail operations.

Regulations

The Group remains subject to national and local regulations governing the downstream oil industry, including permits, licenses, environmental requirements, and regulations relating to fuel storage, transportation, distribution, and retail operations.

Compliance with these requirements remains an important consideration in the Group's ongoing development of retail stations, storage facilities, and logistics infrastructure.

Macroeconomic and Geopolitical Conditions

Global economic conditions, foreign exchange fluctuations, and geopolitical developments continue to influence petroleum prices, supply availability, shipping costs, and domestic market conditions.

The Group continues to monitor these developments and seeks to mitigate associated risks through prudent procurement practices, supply diversification, inventory management, and investments in storage and logistics infrastructure.

Seasonality

The Group has historically experienced mild seasonality in fuel sales, with relatively higher sales volumes generally recorded during the second half of the year. This trend is attributable to increased transportation, commercial, and logistics activities toward the latter part of the year.

RESULTS OF OPERATIONS

Results of Operations as of September 30, 2026 vs September 30, 2025

For the nine-month period ended September 30, 2026, the Group reported consolidated revenues of ₱6.42 billion, representing an increase of 107.4% increase from ₱3.09 billion in the same period of 2025. The substantial increase was primarily attributable to the continued expansion of the Group’s commercial fuel trading operations and the growing contribution of its retail fuel station network.

Sales volume likewise increased by 46.4% to 100.64 million liters, representing 104.5% of 2025 volumes, driven by continued growth in the commercial fuel trading business and the expansion of the retail station network. Commercial fuel trade volumes increased by 38.8% while retail volumes jumped by 255.5%.

Gross profit reached ₱563.93 million, increasing by 96.1%. Despite the significant increase in gross profit, gross profit margin moderated to 8.97% from 9.29%, reflecting the relationship between revenue growth, fuel procurement costs, and the Group’s sales mix during the period.

Consolidated net income increased by 77.2% to ₱194.22 million from ₱109.57 million in the comparable period of 2025, reflecting the continued growth of the Group’s operations despite higher administrative and financing costs associated with its expansion.

During the third quarter of 2026, the Group generated consolidated revenues of ₱2.58 billion, an increase of 130.7% from ₱1.12 billion in the same quarter of 2025. Gross profit increased by 87.9% to ₱197.05 million, while net income more than doubled to ₱71.06 million from ₱33.32 million.

The Group also continued implementing its strategic expansion initiatives, including the development of additional fuel storage and logistics infrastructure, expansion of its retail network, and preparations for direct petroleum importation.

The successful completion of the Company’s ₱1.5 billion Preferred Shares Follow-on Offering (FOO) in June 2026 strengthened its equity base and provided additional capital to support these initiatives.

Sales and Other Income

Sales and service income increased by ₱3.32 billion, or 107.4% to ₱6.42 billion for the nine-month period ended September 30, 2026, compared with ₱3.09 billion in the same period of 2025, representing 153.2% of 2025 full-year revenues. The increase was primarily attributable to the continued expansion of the Group's commercial fuel trading operations, higher sales volumes from existing customers, and the significant contribution of the retail segment following the acquisition and continued rollout of retail fuel stations.

Commercial fuel trade remained the Group's primary revenue contributor, generating ₱5.81 billion, representing approximately 90.5% of consolidated revenues. This was an increase of 96.3% from ₱2.96 billion in the comparable period of 2025.

The retail segment generated revenues of ₱607.54 million, including non-fuel revenues of ₱2.22 million, an increase of 357.8% from ₱132.08 million in the same period last year. The significant increase reflects the expanded retail station network as more stations became operational, and the contribution of retail fuel operations.

During the third quarter alone, commercial fuel trading revenues reached ₱2.34 billion, representing a 123% increase from the same quarter last year, while retail revenues amounted to ₱238.31 million, representing an increase of 248.3% from the same quarter in the previous year.

Other income amounted to ₱100.04 million, compared with ₱107.01 in the comparable period of 2025.

Cost of Sales and Gross Income Margin

Cost of sales and other direct costs increased to ₱5.85 billion from ₱2.81 billion in the comparable period of 2025, primarily in line with the significant increase in fuel sales and distribution activities.

Despite the increase in direct costs, gross profit grew by 96.1% to ₱563.93 million from ₱287.53 million.

Gross profit margin stood at 8.79%, compared with 9.29% in the same period last year. The decline was primarily attributed to higher fuel replenishment costs arising from geopolitical tensions and disruptions in global oil markets, which increased the Group's direct costs relative to revenues during the period.

The Group continues to focus on procurement efficiency, pricing discipline, inventory management, and supply reliability to support profitability amid fluctuations in petroleum prices and changes in its operating mix.

General, Administrative and Interest Expenses

General and administrative expenses increased by ₱98.72 million, or 76.3%, to ₱228.11 million from ₱129.39 million in the comparable period of 2025.

The increase was associated with the continued expansion of the Group's operations, including its retail fuel station network, personnel requirements, depreciation and operating costs, and expenditures supporting the Group's strategic development initiatives.

Despite the increase, general and administrative expenses represented approximately 3.55% of consolidated revenues, compared with 4.18% in the same period last year, reflecting improved operating expense absorption relative to revenue growth.

Interest expense increased by ₱57.33 million, or 48.0%, to ₱176.67 million from ₱119.34 million in the comparable period of 2025.

The increase reflects the Group's higher financing requirements associated with its expanding fuel distribution operations, inventory procurement, and ongoing investments in operating capacity.

Net Income

Consolidated net income after tax increased by ₱84.64 million, or 77.2%, to ₱194.22 million for the nine-month period ended September 30, 2026, compared with ₱109.57 million in the comparable period of 2025. Net income after tax already represents 161.5% of 2025 year-end earnings.

Net income margin stood at approximately 3.03%, compared with 3.54% in the same period last year. The Group's continued profitability reflects the significant expansion of its commercial and retail operations, notwithstanding increased operating expenses and financing costs associated with its growth initiatives.

For the three-month period ended September 30, 2026, consolidated net income reached ₱71.06 million, compared with ₱33.32 million in the same quarter of 2025.

Financial Position as of September 30, 2026 vs September 30, 2025

Assets

As of September 30, 2026, the Group's total assets amounted to ₱6.73 billion, representing an increase of ₱1.71 billion, or 34.0%, from ₱5.03 billion as of December 31, 2025.

The increase was primarily attributable to higher cash balances, increase in inventory buildup in anticipation of increased trading activities, supply requirements, and additional investments in PPE due to ongoing construction and expansion of retail stations and related infrastructure, partially offset by decreases in receivables, advances to related parties, and other current assets.

Liabilities

Total liabilities increased by ₱79.25 million, or 2.4%, to ₱3.43 billion as of September 30, 2026, from ₱3.35 billion as of December 31, 2025.

The increase was primarily attributable to higher noncurrent borrowings and trade and other payables, partially offset by lower current loan balances and other liability movements.

The Group's liabilities are mostly composed mostly of short term debt which are working capital in nature to support its accelerating growth.

The Group's borrowings continue to support working capital requirements, fuel procurement, and strategic expansion activities.

Stockholders' Equity and Capital Accounts

Total equity increased by ₱1.63 billion, or 97.0%, to ₱3.31 billion as of September 30, 2026, from ₱1.68 billion as of December 31, 2025.

The substantial increase was primarily attributable to the successful completion of the Company's ₱1.5 billion Preferred Shares Follow-on Offering, additional equity contributions from non-controlling interests, and net income generated during the nine-month period. These increases were partially offset by dividends declared and paid during the period.

Retained earnings increased to ₱305.09 million from ₱182.96 million at year-end 2025.

The strengthened equity base improved the Group's capital structure and financial flexibility, providing additional capacity to support its working capital requirements and strategic investments in fuel storage, importation, and distribution infrastructure.

Statement of Cash Flows as of September 30, 2026 vs September 30, 2025

Net cash flows used in operating activities

Net cash used in operating activities amounted to ₱6.16 million, a significant improvement from the ₱562.96 million in the comparable period of 2025.

Operating income before working capital changes increased to ₱496.10 million from ₱205.83 million, reflecting the Group's improved operating performance. Working capital movements were primarily affected by the increase in inventories amounting to ₱703.32 million, as the Group maintained higher inventory levels to support expanded fuel distribution activities and procurement requirements.

These outflows were partially offset by collections of trade and other receivables, decreases in prepayments and other current assets, and an increase in trade and other payables.

Cash generated from operations amounted to ₱51.38 million, compared with net cash used in operations of ₱511.61 million in the same period of 2025.

Income tax payments of ₱57.71 million and other operating cash flow movements resulted in net cash used in operating activities of ₱6.16 million.

Net cash flows provided by investing activities

Net cash provided by investing activities amounted to ₱87.14 million, compared with net cash used of ₱459.37 million in the comparable period of 2025.

The positive cash flow was primarily attributable to a net decrease in amounts due from related parties, partially offset by acquisitions of property and equipment, acquisitions of intangible assets, advances to contractors, and increases in other noncurrent assets.

The Group continues to undertake capital expenditures to support its fuel distribution operations and long-term infrastructure development.

Net cash flows used in financing activities

Net cash provided by financing activities amounted to ₱1.26 billion, compared with ₱1.13 billion in the comparable period of 2025.

The financing inflows were primarily attributable to the ₱1.5 billion gross proceeds from the Preferred Shares Follow-on Offering, additional subscriptions from non-controlling interests, and proceeds from loan availments. These inflows were partially offset by loan repayments, interest payments, lease liability payments, mortgage amortizations, share issuance costs, and cash dividends paid during the period.

The Group recorded loan availments of ₱6.02 billion and loan repayments of ₱5.99 billion, reflecting the continued utilization and settlement of borrowing facilities to support working capital requirements. Cash dividends declared and paid amounted to ₱71.47 million during the nine-month period.

Overall, the Group recorded a net increase in cash of ₱1.34 billion, resulting in a cash balance of ₱1.57 billion as of September 30, 2026, compared with ₱280.44 million as of September 30, 2025.

The additional liquidity, together with the strengthened equity base, supports the Group's ongoing fuel procurement requirements and planned investments in storage and logistics infrastructure.

Indebtedness

As of September 30, 2026, the Group had outstanding noncurrent loans payable, net of current portion, of ₱679.13 million, compared with ₱548.72 million as of December 31, 2025.

Current loans payable amounted to ₱2.34 billion, compared with ₱2.43 billion at year-end 2025.

The Group continues to manage its borrowing facilities in line with its working capital requirements, capital expenditure plans, and overall liquidity position.

KEY PERFORMANCE INDICATORS (KPIs)

Ratio	Formula		As at **September 30, 2026**	As at December 31, 2025
Liquidity Ratios:				
Current ratio	Total Current Assets divided by Total Current Liabilities		**2.07**	1.41
	Total Current Assets	₱5,133,597,544		
	Divide by: Total Current Liabilities	₱2,477,715,802		
	Current ratio	2.07		
Quick ratio	Quick Assets divided by Total Current Liabilities		**0.75**	0.25
	Quick Assets	₱1,868,736,019		
	Divide by: Total Current Liabilities	₱2,477,715,802		
	Quick ratio	.75		
Solvency Ratios:				
Debt ratio / Debt-to asset ratio	Total Liabilities divided by Total Assets		**0.51**	0.67
	Total Liabilities	₱3,427,621,625		
	Divide by: Total Assets	₱6,733,501,903		
	Debt-to-asset ratio	0.51		
Debt-to-equity ratio	Total Liabilities divided by Total Equity		**1.04**	2.00
	Total Liabilities	₱3,427,621,625		
	Divide by: Total Equity	₱3,305,880,278		
	Debt-to-equity ratio	1.04		
Asset-to-equity ratio	Total assets divided by Total Equity		**2.04**	3.00
	Total Assets	₱6,733,501,903		
	Divide by: Total Equity	₱3,305,880,278		
	Asset-to-equity ratio	2.04		
Profitability Ratios:				
Return on assets	Net Income divided by Average Total Assets		**0.03**	0.03
	Net Income	₱194,219,082		
	Divide by: Average Total Assets	₱5,879,936,732		
	Return on assets	0.03		
Return on equity	Net Income divided by Average Total Equity		**0.08**	0.9
	Net Income	₱194,219,082		
	Divide by: Average Total Equity	₱2,491,939,557		
	Return on equity	0.08		

PART II – OTHER INFORMATION

The issuer may, at its option, report under this item, any information not previously reported in a report on SEC Form 17-C. If disclosure of such information is made under this Part II, it need not be repeated in a report on Form 17-C which would otherwise be required to be filed with respect to such information or in a subsequent report on Form 17-Q.

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.

TOP LINE BUSINESS DEVELOPMENT CORP.

By:



Eugene Erik C. Lapasaran Lim
Chairman of the Board
November 12, 2026



Eugene Erik C. Lapasaran Lim
President
November 12, 2026



Atty. Constance Marie C. Lim, CPA
Treasurer
November 12, 2026