EXTERNAL AUDITOR FOR THE FINANCIAL STATEMENTS OF SAINT MARY'S UNIVERSITY

P&A
Grant Thornton

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Report of Independent Auditors

The Board of Trustees
Saint Mary's University of Bayombong
(A Non-stock, Non-profit Educational Institution)
Ponce St., 3700, Bayombong, Nueva Vizcaya

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Saint Mary's University of Bayombong (the University), which comprise the statements of financial position as at July 31, 2025 and 2024, and the statements of comprehensive income, statements of changes in fund balance and statements of cash flows for the fiscal years then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the University as at July 31, 2025 and 2024, and its financial performance and its cash flows for the fiscal years then ended in accordance with Philippine Financial Reporting Standards (PFRS Accounting Standards).

Basis for Opinion

We conducted our audits in accordance with Philippine Standards on Auditing (PSA). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the University in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to our audits of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

BUREAU OF INTERNAL REVENUE
REVENUE DISTRICT NO. 14
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BY
DATE DEC 20
COMPLIANCE & MONITORING SECTION

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the University's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the University or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the University's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSA will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with PSA, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the University's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the University to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information for the fiscal year ended July 31, 2025 required by the Bureau of Internal Revenue as disclosed in Note 28 to the financial statements is presented for purposes of additional analysis and is not a required part of the basic financial statements prepared in accordance with PFRS Accounting Standards. Such supplementary information is the responsibility of management. The supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

PUNONGBAYAN & ARAULLO

By: **Edcel U. Costales**
Partner

CPA Reg. No. 0134633
TIN 274-543-395
PTR No. 10465902, January 2, 2025, Makati City
BIR AN 08-002551-045-2023 (until Jan. 24, 2026)
BOA/PRC Cert. of Reg. No. 0002/P-017 (until Aug. 12, 2027)

November 28, 2025

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FOR SEC FILING

Financial Statements and
Independent Auditors' Report

Saint Mary's University of Bayombong

July 31, 2025 and 2024

ANNUAL INCOME TAX RETURN FILED AT THE BUREAU OF INTERNAL REVENUE

BIR Form No. 1702MXv2018 Page 1 of 1

For BIR Use Only: BCS/ Item:

Republic of the Philippines
Department of Finance
Bureau of Internal Revenue

BIR Form No. **1702-MX** January 2018 (ENCS) Page 1

Annual Income Tax Return

Corporation, Partnership and Other Non-Individual with MIXED Income Subject to Multiple Income Tax Rates or with Income Subject to SPECIAL/PREFERENTIAL RATE

Enter all required information in CAPITAL LETTERS using BLACK ink. Mark applicable boxes with an "X".

Two copies MUST be filed with the BIR and one held by the taxpayer.

1702-MX 01/18ENCS P1

1 For ○ Calendar ◉ Fiscal	3 Amended Return? ○ Yes ◉ No	4 Short Period Return? ○ Yes ◉ No	5 Alphanumeric Tax Code (ATC) IC 055 – Minimum Corporate Income Tax (MCIT) ◉ / IC 010 - In General ○
2 Year Ended (MM/20YY) 07 /20 25			

Part I - Background Information

6 Taxpayer Identification Number (TIN) 000 - 542 - 627 - 0000 — 7 RDO Code 014

8 Registered Name *(Enter only 1 letter per box using CAPITAL LETTERS)*

SAINT MARY'S UNIVERSITY

9 Registered Address *(Indicate complete address. If the registered address is different from the current address, go to the RDO to update registered address by using BIR Form No. 1905)*

FONCE ST. DON MARIANO MARCOS, BAYOMBONG, NUEVA VIZCAYA

9A ZIP Code 3701

10 Date of Incorporation/Organization *(MM/DD/YYYY)* 06/12/1948 — 11 Contact Number [redacted]

12 Email Address [redacted]@smu.edu.ph

13 Method of Deductions ◉ Itemized Deductions (Section 34 (A-J), NIRC) ○ Optional Standard Deduction (OSD) 40% of Gross Income (Section 34(L), NIRC, as amended)

Part II - Total Tax Payable

(Do NOT enter Centavos; 49 Centavos or Less drop down, 50 or more round up)

14 Total Tax Due/(Overpayment) *(From Part IV-Schedule 2 Item 18D)*	696,558
15 Less: Total Tax Credits/Payments *(From Part IV-Schedule 3 Item 32D)*	330,451
16 Net Tax Payable / (Overpayment) *(Item 14 Less Item 15)* *(From Part IV Item 33D)*	668,107
Add: Penalties	
17 Surcharge	0
18 Interest	0
19 Compromise	0
20 Total Penalties *(Sum of Items 17 to 19)*	0
21 TOTAL AMOUNT PAYABLE / (Overpayment) *(Sum of Items 16 to 20)*	668,107

If overpayment, mark one (1) box only. *(Once the choice is made, the same is irrevocable)*

○ To be refunded ○ To be issued a Tax Credit Certificate (TCC) ○ To be carried over as a tax credit for next year/quarter

We declare under the penalties of perjury that this return, and all its attachments, have been made in good faith, verified by us, and to the best of our knowledge and belief, are true and correct, pursuant to the provisions of the National Internal Revenue Code, as amended, and the regulations issued under authority thereof. *(If signed by an Authorized Representative, indicate TIN and attach authorization letter)*

22 Number of Attachments 00

Signature over Printed Name of President/Principal Officer/Authorized Representative — Title of Signatory — TIN

Signature over Printed Name of Treasurer/ Assistant Treasurer — Title of Signatory — TIN

Part III - Details of Payment

Particulars	Drawee Bank/Agency	Number	Date (MM/DD/YYYY)	Amount
23 Cash/Bank Debit Memo				0
24 Check				0
25 Tax Debit Memo				0
26 Others *(Specify Below)*				0

Machine Validation / Revenue Official Receipt Details *(if not filed with an Authorized Agent Bank)*

Stamp of Receiving Office/AAB and Date of Receipt (RO's Signature/Bank Teller's Initial)

BUREAU OF INTERNAL REVENUE

ANNUAL AUDITED FINANCIAL STATEMENT FILED AT THE SECURITIES & EXCHANGE COMMISSION

SECURITIES AND EXCHANGE COMMISSION

Secretariat Building, PICC Complex, Roxas Boulevard, Pasay City, 1307 Metro Manila Philippines

Tel: (632) 818-0921 Fax: (632) 818-5293 Email: mis@sec.gov.ph

The following document has been received:

Receiving: DONNA ENCARNADO
Receipt Date and Time: December 01, 2025 08:00:00 AM

Company Information

SEC Registration No.: 0000003947
Company Name: ST. MARYS UNIVERSITY OF BAYOMBONG
Industry Classification: M81400
Company Type: Non-stock Corporation

Document Information

Document ID: OST11201202583832620
Document Type: Annual Audited Financial Statement
Document Code: SEC_Form_39-AR
Period Covered: July 31, 2025
Submission Type: Annual
Remarks: None

Acceptance of this document is subject to review of forms and contents