

MANAGEMENT REPORT

CENTURY PEAK HOLDINGS CORPORATION

Units 1403 & 1404, Equitable Bank Tower Condominium
8751 Paseo De Roxas, Salcedo Village, Makati City, Philippines 1227

PART I - FINANCIAL STATEMENTS

Item 1. Financial Statements and General Disclosures

a. Financial Statements

A copy of the unaudited consolidated financial statements of Century Peak Holdings Corporation (the "Issuer", the "Corporation" or the "Company") as at and for the nine months ended September 30, 2019 is attached as Annex 1.

The copy of the audited financial statements of the Issuer as at and for the year ended December 31, 2018 is attached to the Definitive Information Statement of the Issuer as Annex A.

Assets

The following significant items comprise the Company's assets as at September 30, 2019.

Property, Plant and Equipment

The carrying value of property and equipment amounted to P889.7 million and P910.0 million as at Sept. 30, 2019 and December 31, 2018, respectively.

This account includes mine site development costs referring to costs incurred in the construction of road network, pier and stockyard. Measurement and recognition of this asset refers to those of property and equipment being used to develop and maintain CPC's mineral right property in Casiguran Property which has indicated various degrees of nickel mineralization.

Mine site development costs, transportation and field equipment were part of the group of assets acquired. These assets are initially recognized in the consolidated statement of financial position based on allocation of the total acquisition cost using their relative fair value.

Explored Mineral Resources

Explored mineral resources are part of the group of assets of CPC that were acquired in 2008, in exchange for shares of stock of the Parent Company. At acquisition date, these explored mineral resources were measured based on the expected cash flows from the explored area of about 400.0 hectares or 42.0% of total area covered by the MPSA.

The valuation also considered CPC's existing exploration permit in Puerto Princesa, Palawan covering an estimated area of 3,188.3 hectares and exploration permit application in Albor, Surigaodel Norte with an estimated area of 5,136.3 hectares, without assigning financial or monetary value. Costs of exploration permits were immaterial and were charged to profit or loss. In addition, the valuation did not include any assignment of operating agreements and additional mining tenements that may contain other minerals.

The financial model yielded an expected NPV on CPC's group of assets amounting to P2.0 billion using an investment hurdle rate of 36.6%. The NPV computation assumed an average selling price of USD 27,500.0 per metric ton of pure nickel, which considered a 16.2% discount to London Metal Exchange quoted prices; a 15-year production and selling period with a maximum annual production yield of 2.0 million metric tons; and an average production cost of USD 6.4 per wet metric ton. The valuation was prepared by Asian Alliance Investment Corporation (AAIC), an independent financial advisor. Subsequently, the Parent Company appointed Multinational Investment Bancorporation (MIB), another independent financial advisor, to render fairness opinion to the valuation. The result of MIB's report dated April 9, 2008 fairly approximated that of AAIC's report.

For purposes of computing the net present value using discounted cash flow method, the valuation of intangible assets involves the extraction of non-replaceable resource.

The assumptions used in the valuation included a number of market factors that are subject to market risk, such as commodity risk and currency risk. Significant changes in the commodity prices and foreign exchange rates would affect the fair value of the explored mineral resource.

The carrying value of explored mineral resources amounted to P1,628.1 million and P1,652.2 million as at Sept. 30, 2019 and as at December 31, 2018, respectively.

Deferred Tax Assets

The Group's deferred tax assets in the consolidated statement of financial position as at Sept. 30, 2019 and December 31, 2018 amounted to P9.3 million and P8.5 million, respectively.

Other Noncurrent Assets

The other noncurrent assets pertain mainly to the non-current portion of deferred input VAT and funds to promote the welfare of inhabitants, amounting to P101.4 million and P97.0 million as at Sept. 30, 2019 and December 31, 2018, respectively.

Rehabilitation funds were set up by the Group to ensure availability of financial resources for the satisfactory compliance with and performance of activities of its Environmental Protection and Enhancement Program during the specific phases of its mining projects. The funds also include a Social Development Management Program fund under a Memorandum of Agreement with the Development Bank of the Philippines.

The Group's rehabilitation funds are deposited with the said bank and earn interest at the respective bank deposit rates.

AFS financial assets pertains to the Parent Company's 3% ownership in Century Peak Development, Inc. representing 15,000 shares at P100.00 par value, which are measured at cost in the absence of fair value.

b. *Liabilities*

Accounts payable and other current liabilities

The Company's accounts payable are usually paid within one year. Contractor's fees pertain to outstanding payables to previously engaged contractor. Such amount is being negotiated by both parties. Others include statutory payables, accrued salaries and various items that are individually immaterial.

Related Party Payables

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or under common control with the Group, including holdings companies, subsidiaries and fellow subsidiaries are related entities of the Group. Associates and individuals, owning, directly or indirectly, an interest in the voting power of the Group that gives them significant influences over the enterprise, key management personnel, including directors and of officers of the Group and close members of the family of these individuals and companies associated with these individuals also constitute related entities. Transactions between related parties are accounted for at arm's-length prices or on

terms similar to those offered to nonrelated entities in an economically comparable market.

In considering each possible related entity relationship, attention is directed to the substance of the relationship, and not merely the legal form. Significant related party transactions represent mainly avilment of non-interest-bearing advances from stockholder for working capital purposes. As at Sept. 30, 2019 and December 31, 2018, the total outstanding advances from a stockholder amounted to P1,067.0 million and P635.3 million, respectively. The advances are payable on demand.

The outstanding balances are unsecured without fixed repayment terms and interest.

c. *Income Statement*

During the nine months ended September 30, 2019, the Group's operation resulted to net loss of P49.2 million.

During the nine months ended September 30, 2019, the Group made two shipment totaling 99,000 WMT of nickel ore. The Group recognized the revenue and cost of sales amounting to P74.7 million and P52.7 million, respectively. Operating expenses of P46.6 million and P57.5 million for the nine months ended September 30, 2019 and 2018, respectively, or 19% lower.

The Group's operating expenses for the nine months ended September 30, 2019 pertain mainly to salaries, depreciation, and taxes and licenses, which represents 45%, 15% and 4%, respectively of the total operating expenses.

Item 2. *Information on Independent Accountants*

The principal external auditor is the firm R. G. Manabat & Co., CPAs. The Company engaged Mr. Vernilo G. Yu, partner of R. G. Manabat & Co., CPAs, for the audit of the Company's books and accounts in 2018.

a. *External Audit Fees*

The Group paid its external auditors the following fees for the last two (2) years for professional services rendered:

	2018	2017
Audit & audit-related fees	P1,000,000	P1,000,000
Tax fees	-	-
All other fees	-	-

Except for the audit of the Corporation's financial statements, no other professional services are rendered to the Corporation by the external auditor.

PART II - MANAGEMENT'S DISCUSSION AND ANALYSIS OR PLAN OF OPERATIONS

Item 1. Business of the Issuer

Century Peak Holdings Corporation ("CPMHC", the "Company", the "Parent Company", or the "Issuer"), was registered with the Philippine Securities and Exchange Commission ("SEC") on December 30, 2003. On February 15, 2008, the SEC approved the change in the Company's corporate name to Century Peak Holdings Corporation.

On April 14, 2008, the SEC approved the amendment of the Company's articles of incorporation specifically, its primary purpose, which was changed to include "promoting, operating, managing, holding, acquiring or investing in corporations or entities that are engaged in mining activities or mining-related activities." The Company further expanded its primary purpose to include "investing in real estate development and energy," which amendment was approved by the SEC on March 18, 2010. The Company listed its common shares of stock with the Philippine Stock Exchange ("PSE") on October 6, 2009.

The registered office address of the Parent Company is at Units 1403 and 1404 Equitable Bank Tower Condominium, 8751 Paseo de Roxas, Makati City.

As of September 30, 2019, the Company has six subsidiaries, the wholly-owned subsidiaries Century Peak Corporation ("CPC"), Century Peak Minerals Development Corporation ("CPMDC"), and Century Peak Cement Manufacturing Corporation ("CPCMC"), 55%-owned subsidiary Century HuaGuang Smelting Incorporated ("CHGSI"), 60%-owned subsidiary Century Sidewide Smelting Incorporated ("CSSI") and 80%-owned subsidiary, through CPC, Century Summit Carrier, Inc. ("CSCI").

Management's Discussion and Analysis or Plan of Operations

Item 2. Performance

Consolidated Statements of Comprehensive Income

For the year ended December 31							
<i>In thousands, except % change and Earnings (Loss)</i>							
<i>Per Share data</i>	2018	2017	2016	2015	% change 2018 vs.2017	% change 2017 vs.2016	% change 2016 vs.015
Revenue	₱36,762	₱324,570	₱419,226	230,543	-89%	-23%	81%
Cost of Sales	33,932	204,757	335,595	181,345	-83%	-39%	85%
Gross Income	2,830	119,863	85,631	49,198	-97%	40%	74%
Operating Expenses	(85,584)	(92,249)	(63,806)	(25,642)	7%	45%	148%
Depletion of explored mineral resources	(15,639)	(69,199)	(67,348)	(59,146)	77%	3%	13%
Loss on inventory write-down	-	(2,336)	-	(15,066)	-	-	-
Net income (loss) before other income (charges)	(98,394)	(43,923)	(45,525)	(50,656)	-1.2%	-4%	1%
Other Income (Charges)	(1,535)	(1,833)	(1,313)	(216)	16%	40%	50%
Income (loss) before income tax	(99,929)	(45,756)	(43,838)	(50,871)	1.18%	4%	13%
Income tax expense (benefit)	1,551	11,144	8,041	10,721	86%	39%	24%
Net Income (Loss) after tax/ Total Comprehensive Income (Loss)	(₱99,468)	(₱56,900)	(₱54,878)	(61,592)	74%	4%	10%
Net loss attributable to:Equity holders of the Parent	(₱99,468)	(₱57,879)	(₱54,878)	(62,481)	71%	5%	12%
Noncontrolling interest	3,663	979	923	889	2.74%	6%	3%
Earnings (Loss) Per Share Basic/Diluted	(₱0.034)	(₱0.0205)	(₱0.0198)	(₱0.0222)			

Item 3. Results of Operations for the year ended December 31, 2018, 2017 and 2016.

The Group reported a consolidated net loss of P99.5 million in 2018 as compared to a consolidated net loss of P56.9 million and P54.9 million in 2017 and 2016, respectively.

The Group shipped 59,854 wet metric ton (WMT), 652,604 WMT and 947,737 WMT in 2018, 2017 and 2016, respectively.

The Group's revenue decreased by P287.8 million in 2018 as compared in 2017. Relatively, the cost of sales decreased to P33.9 million in 2018 from P204.7 million in 2017 or 83% decrease. The cost of sales includes depreciation, depletion and amortization, rentals, fuel and oil, contractor's fees, labor cost, materials, utilities and other charges.

The Group's operating expenses pertain mainly to taxes and licenses, royalties, excise tax salaries and wages, provision for impairment loss, professional fees, office supplies and service fee which represent 90% of 2018 total operating expenses. These expenses represent 90% of the Group's total operating expenses in 2017. The total operating expenses decreased by 7% or P6.7 million in 2018.

Provision for current income tax for the Group amounted to (P0.461) million, P11.1 million and P8.0 million in 2018, 2017 and 2016, respectively.

Item 4. Financial Condition

**Consolidated Statements of Financial Position
31-December**

<i>In thousands, except % change data</i>	2018	2017	2016	2015	% Change 2018 vs. 2017	% Change 2017 vs. 2016	% Change 2016 vs. 2015
Total current assets	P333,646	P149,516	P162,707	262,075	123	-8	-37
Total assets	3,443,300	3,038,290	3,029,842	3,192,190	13	-	-5
Current liabilities	795,009	292,028	227,930	336,536	172	28	-32
Total liabilities	810,209	305,731	240,382	347,852	165	27	-30
Total equity attributable to equity holders of the parent	2,643,319	2,739,124	2,797,003	2,852,805	-3	-2	-19

Equity attributable to minority interests	-10,228	-6,565	-7,544	-8,467	56	-13	-10
Total equity	2,633,090	2,732,559	2,789,460	2,844,338	-4	-2	-1
Current assets/Total assets	0.1	0.05	0.05	0.08			
Current ratio	0.42	0.51	0.71	0.77			
Debt to equity ratio	0.31	0.11	0.09	0.12			

MATERIAL VARIANCES AFFECTING THE STATEMENTS OF FINANCIAL POSITION

Current Assets

Cash

The increase of P31.3 million in cash balance, from P41.5 million in 2017 to P72.8 million in 2018 is attributable to net cash flows provided by operating activities of (P97.3) million, net of cash used in investing and net cash provided by financing activities amounting to (P302.4) million and P431.1 million, respectively.

The decrease of P7.4 million in cash balance, from P49.0 million in 2016 to P41.5 million in 2017 is attributable to net cash flows provided by operating activities of P79.4 million, net of cash used in investing and net cash provided by financing activities amounting to P163.9 million and P77.0 million, respectively.

Inventories

The increase in inventories from P79.8 million in 2017 to P201.3 million in 2018 is due to 167,514 WMT of nickel ore produced 2018.

The increase in inventories from P63.7 million in 2016 to P79.8 million in 2017 due to 741,181 WMT of nickel ore produced that is higher than the 652,604 WMT sold in 2017.

Other Current Assets

The increase in other current assets from P28.2 million in 2017 to P59.5 million in 2018 is attributable mainly from the increase in advances to advances to the contractors and others.

The decrease in other current assets from P50.1 million in 2016 to P28.2 million in 2017 is attributable mainly from allowance provided for long outstanding advances to the contractors.

Noncurrent Assets

Property and Equipment

Movement in property and equipment is due to depreciation charged amounted to P38.5 million in 2018.

Movements in property and equipment is due to acquisition of land, transportation equipment and office equipment amounted to P73.3 million and depreciation charged in 2017 amounted to P77.2 million

Investment Properties

Increased in investment properties is due to acquisitions and costs pertain to expenditures incurred related to exploration for economic mineral deposits for the limestone project in Cebu amounting to P270.5 million.

Liabilities and Equity

Accounts Payable and Other Current Liabilities

The increase in accounts payable and other current liabilities from P73.8 million in 2017 to P159.6 in 2018 is because of the increase in the booking of payable and accruals of expenses in 2018.

The decrease in accounts payable and other current liabilities from P92.1 million in 2016 to P73.7 in 2017 because of the customer's advance payment in 2016 for the shipment made in 2017 that was represented as the unearned revenue of the Group in 2016.

Due to a Stockholder

The increase in stockholder's advances to the Group from P204.2 million to P635.3 million was due to additional advances from the stockholders for the investing activities of the Group.

The increase in stockholder's advances to the Group from P127.2 million to P204.2 million was due to additional advances from the stockholders for the investing activities of the Group.

Material Variances Affecting The Statements of Financial Position

Balance sheet accounts as of December 31, 2016 with variances of plus or minus 5 percent against December 31, 2015 balances are discussed, as follows:

Current Assets

The increase of P38.6 million in cash balance, from P10.3 million in 2015 to P49 in 2016 is attributable to net cash flows provided by operating activities of P186.2 million, net of cash used in investing and net cash provided by financing activities amounting to P59.8 million and P87.6 million, respectively.

The decrease in inventories from P170.0 million in 2015 to P63.7 million in 2016 is due to higher units sold than units produced.

The increase in other current assets from P17.7 million in 2015 to P50.1 million in 2016 is attributable mainly from advances to third parties.

Noncurrent Assets

The decrease in property and equipment account from P1.0 billion in 2015 to P952.5 million in 2016 is attributable mainly in depreciation for 2016.

The increase in deferred tax assets account from P3.2 million in 2015 to P3.8 million in 2016 is mainly due to Net Operation Loss Carryover (NOLCO) applied against income tax of CPC in 2016.

The increased in deferred exploration costs pertains to expenditures incurred related to exploration for economic mineral deposits for the limestone project in Cebu.

Increase in other noncurrent assets is attributable to increase in fund requirements for mine rehabilitation fund.

Liabilities and Equity

The decrease in accounts payable and other current liabilities from P121.6 million in 2015 to P92.1 in 2016 is mainly due to payments of liabilities.

The decrease in stockholder's advances to the Group from P215 million to P127 million was due to payments of liabilities to the stockholders and offset of related receivables.

Item 5. LIQUIDITY and CAPITAL RESOURCES

The table below shows the Group's consolidated cash flows for the years ended December 31, 2018, 2017 and 2016:

Consolidated Cash Flows For the year ended December 31					
<i>In thousands, except % change data</i>	2018	2017	2016	% change 2018vs. 2017	% change 2017 vs. 2016
Net cash provided by operating activities	(P97,385)	P79,438	P186,074	23	-57
Net cash used in investing activities	(302,437)	(163,890)	(59,816)	85	174
Net cash provided by (used in) financing activities	431,094	77,008	(87,649)	459	188
Net increase (decrease) in cash	31,272	(7,444)	38,609	520	-119
Cash at beginning of year	41,511	48,955	10,346		
Cash at end of year	P72,783	P41,511	P48,955		

The Group has funded its pre-operating expenses through a capital-raising exercise that started in October 2007. The Group believes that it has sufficient resources to finance its working capital requirements. The Group expects to regularly undertake shipment of ore and the corresponding management and collection of receivables, and temperance of accounts payable. Long-term events such as the additional purchase of property and equipment can be met by the Group via infusions of either equity or debt through the shareholders. All funding for the Group's operations for the next 12 months shall be internally generated. The majority shareholder has committed to continually provide working capital to the Group to assure its continuous operations.

Item 6. Plan of Operations

Mining Operations

CPC has mining activities in selected areas covered by its MPSA in the province of Dinagat Islands.

There are two Geologic Resource Evaluation Reports for the Casiguran Nickel Project and a Resource Evaluation Report for the Rapid City Parcel II Prospect, which were prepared by Dr. Carlo A. Arcilla, an accredited competent person in accordance with the definition of the Philippine Mineral Reporting Code.

Based on the reports, the Casiguran Nickel Project and Rapid City Parcel II Prospect have a combined indicated and measured resource of 9,897,000 DMT with a grade of 1.02% nickel (at 0.8% nickel cut-off) and 9,067,000 DMT with a grade of 1.07% nickel (at 0.8% nickel cut-off), respectively. These represent 100,000 metric tons of pure nickel and 3.5 million tons of iron and 90,000 tons of pure nickel and 3.8 million tons of iron for the Casiguran Nickel Project and Rapid City Parcel II Prospect, respectively, subject to mining plans and metal recovery parameters.

Management looks forward to continue developing and exploring these mineral properties either on its own or with joint venture partners.

Extension of Mineral Production Sharing Agreement (MPSA) 010-92-X (Casiguran Nickel Project)

On May 11, 2016, CPC filed an application for renewal for MPSA No. 010-92-X at the MGB Regional Office No. XIII, set to expire on May 6, 2017.

In response to the initial filing for renewal, MGB Regional Office No. XIII has directed CPC last January 11, 2017 to submit certain requirements. CPC subsequently refiled its application for renewal on August 15, 2017.

On September 12, 2017, MGB Regional Office No. XIII through its letter, informed CPC that its application has not been endorsed to the MGB Central Office for further review and evaluation pending the remaining mandatory requirements.

As at September 30, 2019, outstanding requirements for submission to MGB include Local Government Unit (LGU) project approval/endorsement in the form of a resolution from the Sangguniang Bayan of Loreto, Dinagat Islands. Currently, CPC is in the process of obtaining the required endorsements from the Sangguniang Bayan of Loreto through the settlement of its outstanding municipal business tax obligation with the Municipality of Loreto, Dinagat Islands.

Based on management's discussions with the Municipality of Loreto, Dinagat Islands, management is certain that the full payment of the municipal business tax would cause the issuance of the required endorsement from the Municipality of Loreto, Dinagat Islands. MPSA renewal would depend on the approval of MGB.

Nevertheless, MGB issued a certification dated February 1, 2019, stating that CPC is the holder/operator of the valid and subsisting mining tenements subject for renewal. Given these conditions, management believes that MGB will approve the renewal of the MPSA.

As at September 30, 2019, 2 shipments of nickel ore were made by the Group, target to have 2 shipments during the 4th quarter of 2019.

The Smelting Plant Project

The Group's smelting plant project, which is to be undertaken through its subsidiary CHGSI, is located at Leyte Industrial Development Estate (LIDE) in Isabel, Leyte. The Environmental Compliance Certificate for the smelting plant project was issued last April 16, 2010. Initial civil works have been undertaken on the smelting plant. However, in late 2013, typhoon Yolanda wrought massive devastation in Leyte Island, significantly impairing the value of CHGSI assets in Leyte. Despite this, the company is optimistic that it will be able to pursue operations in the future as negotiations with investors and technology partners are ongoing.

The Coking Coal Plant Project

Also to be located at the LIDE, CHGSI has an approved application with PEZA for its proposed Coking Coal Production Project, and the Supplemental Agreement to its Registration Agreement last 28th October 2009 was signed into effect last March 01, 2011. The Company's Coking Coal Plant project will be a support system to its Ferro-Nickel Smelting Plant. It is CHGSI's approach to making the Ferro-Nickel Smelting Plant as self-sustaining as possible.

CHGSI has received its Amended Environmental Compliance Certificate (ECC), with Reference Code 1003-0011 issued by the Environmental Management Bureau (EMB), Central Office, to include the installation of a Coking Coal Plant to be located at the LIDE.

The Shipping Company

Century Summit Carrier Inc. complements the mining operations of CPC. It owns three (3) units of landing craft tanks (LCT) (self-propelled barges) with a capacity of 3000DWT. Two of the vessels are registered with the MARINA under the names of Century Summit 1 and Century Summit 2. These vessels are utilized for the mining operations of CPC.

The management of CPMHC looks forward to 2019 that will be marked by the development of the great potentials that can be tapped from the resources of the Company.

On December 8, 2011, CSCI was registered with the Maritime Industry Authority with Certificate No. DSO-2006-003-086 (2014) under Marina Circular 2006-003, which is valid until April 9, 2021.

The Cement and Limestone Project

Through a Joint Operating Agreement (JOA) executed between Philippine Mining Development Corporation (PMDC) and CPC dated December 10, 2010, with a term of 25 years, the Group has 4,795 hectares in Pinamungahan, Cebu to mine limestone. An initial resource assessment conducted in 2012 on an 81 hectare area estimate as indicated limestone resource of 34,000,000 metric tons.

In April and July 2015, the Group was able to obtain the ECC for the Cement Plant/Power Plant and Limestone Quarry Project, respectively.

Registration of CPCMC with the BOI

On January 2, 2018, CPCMC was registered with the BOI with Certificate of Registration No. 2018-015 on its mining and extraction of cement in Pinamungahan, Cebu as a New Producer of Cement on a Non-Pioneer Status under the Omnibus Investments Code of 1987 (Executive Order No. 226).

As a BOI-registered entity, CPCMC is entitled to the following incentives, among others:

- a. ITH for four (4) years from October 2020 or actual start of commercial operation, whichever is earlier but in no case earlier than the date of registration;
- b. Importation of capital equipment, spare parts and accessories at zero duty;
- c. Additional deduction from taxable income of fifty percent (50%) of the wages corresponding to the increment in number of direct labor for skilled and unskilled workers in the year of availment as against the previous year, if the project meets the prescribed ratio of capital equipment to the number of workers set by the Board. This may be availed of for the first five (5) years from the date of registration but not simultaneously with ITH;
- d. Importation of consigned equipment for a period of ten (10) years from the date of registration subject to posting of re-export bond;
- e. Tax credit equivalent to the national internal revenue taxes and duties paid on raw materials and supplies and semi-manufactured products used in producing its export product forming part thereof for a period of ten (10) years from start of commercial operations;
- f. Exemption from wharfage dues, any export tax, duties, imposts and fees for a ten (10) year period from the date of registration;
- g. Employment of foreign nationals. This may be allowed in supervisory, technical or advisory position for five (5) years from the date of registration. The president, general manager and treasurer of foreign-owned registered enterprises or their equivalent shall not be subject to the foregoing limitations; and

- h. Simplification of customs procedures for the importation of equipment, spare parts, raw materials and supplies.

Item 7. Known Trends, Events or Uncertainties

Other than the current government policies, especially the vision of the DENR for the Mining Industry, wherein the Company is among those who passed their recent audit, there is no known event that will trigger a direct or contingent financial obligation that is material to the Company. Moreover, there are no known significant trends, demands, commitments or uncertainties that will result in or that are reasonably likely to result in the Company's liquidity increasing or decreasing in a material way. There are no material commitments for capital expenditures not reflected in the Company's consolidated financial statements. There is likewise no significant seasonality or cyclicity in its business operation that would have a material effect on the Company's financial condition or results of operations. There were no other significant elements of income or loss that did not arise from the Company's continuing operations. There are no material off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships of the Company with unconsolidated entities or other persons created during the reporting period. There are no line items in the Company's consolidated financial statements not already explained for causes either above or in the Notes to the Consolidated Financial Statements other than due to the usual period-to-period fluctuations in amounts natural in every business operations.

Item 8. Top Key Performance Indicators

Results of operations are analyzed using the following key performance indicators, among other measures:

Tons Extracted and Ore Grade Sold and Shipped

Tons extracted and ore grade are key determinants of sales volume. Higher tonnage and ore grade are directly proportional to revenue level.

Actual Production Cost

Production cost per ton is a key measure of operating efficiency. A lower unit production cost both in ore extraction and smelting operation will result in the Group's meeting, if not exceeding, its profitability targets.

Earnings per Share

The Company's earnings per share is a key measure of the Company's effectiveness in meeting its financial targets that in turn, will provide investors comparable benchmarks relative to similar companies.

PART III -MARKET PRICE AND DIVIDENDS

Item 1. Market Information

The Issuer's common shares of stock are listed and traded in the Philippine Stock Exchange (PSE). The shares were listed with the PSE on October 6, 2009.

The table below shows the range of high and low bid information for the shares of the Company for each quarter from January 1, 2017 until September 30, 2019 where such interim period for the financial statements are required by SRC Rule 68:

Summary of Shares Selling Prices (in ₱)				
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
2019				
Highest	2.59	2.91	2.85	
Lowest	1.97	2.75	2.59	

Summary of Shares Selling Prices (in ₱)				
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
2018				
Highest	1.85	1.71	2.09	2.05
Lowest	1.57	1.60	1.69	1.87

Summary of Shares Selling Prices (in ₱)				
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
2017				
Highest	0.59	1.02	1.68	1.85
Lowest	0.44	0.56	0.89	1.50

The current trading price of the listed common shares of CPM closed at P 2.58 per share on October 29, 2019.

Item 2. Recent Sales of Unregistered Securities or Exempt Securities

There were no sales of unregistered securities or exempt securities including recent issuance of securities constituting an exempt transaction. All the shares of the Issuer are listed with the PSE.

Item 3. Holders

The Company has 224 shareholders as of September 30, 2019 with 2,820,330,450 common shares issued and outstanding.

	Name of Shareholder	Outstanding Shares	Percentage
1	PCD NOMINEE CORPORATION (FILIPINO)	2,222,654,787	78.81%
2	PCD NOMINEE CORPORATION (NON-FILIPINO)	291,955,372	10.35%
3	BENITO A. ONG	45,000,000	1.60%
4	GUO CONG YUAN/ ANSON TAN	20,000,000	0.71%
5	SB EQUITIES, INC.	18,165,677	0.64%
6	ANSON TAN &/OR CAI WEI WEI	15,000,000	0.53%
7	ARNOLD V.CABILTES	12,000,000	0.43%
8	WANG GUANG HUA	4,550,000	0.16%
9	WANG QIU YAN	4,400,000	0.16%
10	ELIZABETH G. TAN	4,000,000	0.14%
11	ZHANG JIN DE	3,370,000	0.12%
12	SU YU SHUANG	3,360,000	0.12%
13	CHEN CONG QUN	3,320,000	0.12%
14	WU CHANG LIE	3,320,000	0.12%
15	XU XIAN SHUN	3,310,000	0.12%
16	CAI RONG YAO	3,280,000	0.12%
17	ANTONIO M. GARCIA	3,255,000	0.12%
18	XU LIAN CHENG	3,220,000	0.11%
19	HONG HAI TING	2,190,000	0.08%
20	WU XUAN QIANG	2,160,000	0.08%

PCD Nominee Corporation, a wholly-owned subsidiary of the Philippine Central Depository, Inc. ("PCD"), is the registered owner of the shares in the books of the Company's transfer agent in the Philippines. The beneficial owners of such shares are PCD's participants who hold the shares on their behalf or in behalf of their clients.

Quarterly Performance

The high and low share prices for each quarter within the last two years are:

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
2017				
Highest	0.59	1.02	1.68	1.85
Lowest	0.44	0.56	0.89	1.50
2018				
Highest	1.87	1.71	2.09	2.05
Lowest	1.85	1.60	1.69	1.87

Dividends

There were no dividends declared by the Issuer in 2018.

PART IV - CORPORATE GOVERNANCE

To ensure good governance, the Board of Directors of the Issuer approves the plan and strategic investment objectives presented by the management, as well as the mechanism for evaluating the management's performance and the adequacy of internal control mechanisms for good governance through the following committees:

- Audit Committee; and
- Nomination and Remuneration Committee.

The Issuer is continually taking steps to enhance adherence to principles and practices of good corporate governance.

UNDERTAKING

A COPY OF THE ANNUAL REPORT OF THE ISSUER ON SEC FORM 17-A WILL BE PROVIDED, WITHOUT ANY CHARGE, TO ANY STOCKHOLDER OF THE CORPORATION UPON WRITTEN REQUEST ADDRESSED TO:


KATRINA C. KENG

ASSISTANT CORPORATE SECRETARY AND CORPORATE INFORMATION OFFICER

CENTURY PEAK HOLDINGS CORPORATION

Units 1403 & 1404, Equitable Bank Tower Condominiums, 8751 Paseo De Roxas, Salcedo

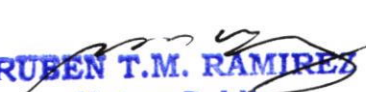
Village, Makati City, Philippines 1227

AT THE DISCRETION OF THE MANAGEMENT, A CHARGE MAY BE MADE FOR EXHIBITS, PROVIDED SUCH CHARGE IS LIMITED TO REASONABLE EXPENSES INCURRED BY THE REGISTRANT IN FURNISHING SUCH EXHIBITS.

MAKATI CITY

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RUBEN T.M. RAMIREZ
Notary Public

Until December 31, 2019

IBP No. 058333/ 1-3 CY.2019

ROLL No. 28947/ MCLE 5/ 6-8-17

PTR NO. MKT. 7333572 / 1-3-18 APPT. NO. M-127

ROOM 104 PENINSULA COURT BUILDING 8735

PASEO DE ROXAS COR. MAKATI AVE. MAKATI CITY