



Bright Kindle Resources & Investments, Inc.

Sustainability Report

2024



Bright Kindle Resources & Investments, Inc. was incorporated on December 4, 1981 as a credit card corporation. On 21 March 1995, the Company listed its shares with the Philippine Stock Exchange, Inc.

A subsidiary of Rizal Commercial Banking Corporation (RCBC) a block sale was made between RCBC and RYM Business Management Corp. together with other investors in 2013.

In November 2013 with the change in ownership and management, the Board of Directors changed its primary business purpose to a holding Company, engaged in the purchase, exchange, assignment, and holding of investments and any and all properties, including bonds, debentures, promissory notes, shares of stocks, and other securities.

In 2022 BKR acquired Brightstar Holdings and Development Inc. (BHDI). In May 2024, BHDI signed a Deed of Exchange to acquire 100% of the outstanding shares of Strong Built Mining Development Corp. (SBMDC), a Leyte-based iron ore mining company, using P5 billion worth of newly issued shares of BHDI. SBMDC has a 25-year term under its mineral production sharing agreement with an expiration date set for 28 July 2032.

As a holding company, it holds 600,000,000 shares of Marcventures Holdings Inc. (MHI) representing 19.9% equity interest as of 31 December 2024. The Company is continuously looking for other viable investments which will provide attractive returns to its shareholders.

Bright Kindle Resources and Investments Inc. (BKR) supports the United Nations Sustainable Development Goals (UNSDG) as it continues to focus on building a portfolio of sustainable investments.

Sustainable finance is anchored on investment decisions that prioritize environmental, social and governance (ESG) considerations. Environmental factors include climate change mitigation and adaptation, preservation of biodiversity, pollution prevention and the circular economy. Social factors refer to issues of inequality, inclusiveness, labor relations, investment in people and their skills and communities, as well as human rights issues. The governance of public and private institutions include management structures, employee relations and executive remuneration. These play a fundamental role in ensuring the inclusion of social and environmental considerations in the decision-making process.

Bright Kindle Resources and Investments Inc. seeks to maximize shareholder value by participating in sustainable investments and by observing good corporate practices particularly through the responsible stewardship of investments revolving around the values of integrity and transparency in all shareholder dealings.

Name of Organization	Bright Kindle Resources and Investments. Inc. (BKR)
Principal Office	16th Floor BDO Towers Valero 8741 Paseo de Roxas. Makati City
Business Model	Engaged in the purchase. exchange, assignment. and hold investments and all properties
Reporting Period	January 1 to December 31, 2024

CURRENT ECONOMIC VALUE GENERATED

Currently, BKR's revenue is derived from bank deposit interests. As a non-operating company, there are no recorded employees wages and benefits, interest payments or in investments to the community in 2024.

In 2024 the company generated an economic value of Php4,267,110 with a direct distributed value of Php11,477,349. The latter translates to Php10,035,548 in operating cost and Php1,441,801 in government taxes.

While BKR is a holding company, with no business activities that substantially impact society outside its investment management functions, the Company's economic activities manage to generate economic value.

BKR's contribution continued and economic value was still achieved even if the impact on the economy, environment and society was minimal. Measuring the direct economic as revenue and distributed (costs) shows that BKR does not just create economic value for itself but also ensures that resources are flowed back to the stakeholders, the government, and the community.

MATERIALITY ASSESSMENT

For the 2024 Sustainability Report, BKR identified the most material topics to its stakeholders based on the Global Reporting Initiative (GRI) Standards which defines "materiality" as topics and indicators that reflect the organization's significant economic, environmental and social impacts or that would substantively influence the assessments and decisions of stakeholders."

BKR expects to further refine its sustainability reporting matrix going forward particularly should it increase the pace of its investment activities. For its first Sustainability Report in 2019, the Company, engaged the services of Atty. Teodoro Kalaw IV. A certified sustainability trainer by the Global Reporting Initiative and a certified sustainability report assurer by the Institute of Certified Sustainable Practitioners, Atty. Kalaw facilitated an extensive sustainability orientation and materiality assessment workshop for key officers and staff. The same team prepared the year's Sustainability Report.

As BKR is currently not operating, most of the prospective material topics in the economic, environmental, and social domains discussed in SEC Memorandum Circular No. 4 in 2019 are presently not significant. As the Company further builds its investment portfolio there will be more substantial information that will specifically demonstrate its contributions to the United Nations Sustainable Development Goals.

UN Sustainable Development Goals

ECONOMIC GROWTH

BKR has no operating activities at present but continues to focus building a portfolio of sustainable investments which support UNSDG goal on economic growth. As a holding company it holds 600,000,000 shares of Marcventures Holdings Inc. (MHI) representing 19.9% equity interest as of 31 December 2024.

MHI is a publicly-listed company and the parent company Marcventures Mining and Development Corporation (MMDC). The nickel mining tenement is located across the municipalities of Cantillan, Carrascal and Madrid in Surigao del Sur. MHI prepares its own Sustainability Report which details the mining company's contribution to the United National Sustainable Development Goals.

RESILIENT INFRASTRUCTURE AND SUSTAINABLE INDUSTRIALIZATION

In 2022 BKR acquired Brightstar Holdings and Development Inc. (BHDI) and May 2024 BHDI signed a Deed of Exchange to acquire 100% of the outstanding shares of Strong Built (Mining) Development Corp. a Leyte-based iron ore mining company, using P5 billion worth of newly issued shares of BHDI.

SBMDC has a 25-year term under its mineral production sharing agreement with an expiration date set for 28 July 2032.

CORPORATE GOVERNANCE

BKR further contributes to sustainable development by observing good corporate practices. The company operations are anchored on the principles of accountability, transparency, honesty, integrity, fairness, and responsible stewardship of the Company's various investments. It has no substantial operations apart from its holding investments and property ownership.

RESPONSIBLE INVESTMENT MANAGEMENT

As a publicly-listed corporation, BKR ensures continuous adherence to corporate governance rules, regulations, and requirements imposed by the Philippine Securities and Exchange Commission (Corporate Governance and Stewardship SEC).

BKR observes good corporate practices, through the responsible stewardship of the Company's various investments. The Board is responsible for the governance setting the policies for the accomplishment of the corporate objectives and provides an independent check on management.

TRANSPARENCY

As a publicly-listed company, BKR continues to be accountable to the public and its institutional stakeholders.

Regular stockholders' meetings are held to update stockholders about the current condition and future standing of the Company. In 2024, the Company's audited financial performance was presented to shareholders during the virtual annual stockholders' meeting held on 12 August 2024. As in the previous year, the meeting was via remote communication.

Company information is freely accessible online, on the official BKR website which also includes, among others, the current Annual Report and Sustainability Reports.

DATA PRIVACY & SECURITY

Responsible stewardship is also demonstrated as it engages in responsible data security, a vital material topic as the Company continues to search for other investment opportunities that could diversify its sources of revenue and add to shareholder value.

All assets are secure and kept confidential. with data security measures being properly enforced. Corporate services are handled by MHI and BKR has assigned a Data Privacy Officer in charge of implementing confidentiality measures to comply with Philippine Data Privacy Laws. MHI itself, BKR's subsidiary, follows a strict policy on Protection of Confidential Information.

REVITALIZING GLOBAL PARTNERSHIPS FOR SUSTAINABLE DEVELOPMENT

As the company lays the groundwork for future investment prospects, it continues to actively looking for potential investments via partnerships, acquisitions joint ventures and other opportunities. Keeping in mind that all investments shall be made to enhance sustainable business practices.

The company supports the government in revitalizing the global partnership for sustainable development. The 2030 Agenda is universal and calls for action by all countries to ensure no one is left behind. It requires partnerships between governments, the private sector and civil society.

MATERIAL TOPIC INDEX

As required by Annexes A (reporting template) and B (topic guide) of SEC Memorandum Circular No. 4 sustainability reporting guidelines for publicly listed companies. Stated below is the topic identified as material for the reporting period.

Material Topic	Page # in SEC Memorandum	Page # in 2024 Sustainability Report
ECONOMIC PERFORMANCE	19	5
DATA PRIVACY	41	6