PhilRatings PHILIPPINE RATING SERVICES CORPORATION ***The Pioneer Domestic Credit Rating Agency***	**RATING NEWS** **July 17, 2025**

PhilRatings Continues to Monitor Group Developments Considering Del Monte Philippines, Inc.'s Outstanding ₱645.9 million Bonds Maturing in October 2025

On July 2, 2025, Del Monte Pacific Limited (DMPL) disclosed that its United States (U.S.) subsidiary, Del Monte Foods Holdings Limited (DMFHL) has filed for Chapter 11 Bankruptcy and that DMFHL will be deconsolidated from the DMPL Group.

The bankruptcy proceedings do not relate to Del Monte Philippines, Inc. (DMPI), a company with outstanding bonds rated by PhilRatings. The outstanding bonds amount to ₱645.9 million and will mature on October 30, 2025. At present, the bonds have a rating of PRS Aaa, with a Stable Outlook. DMPI settled an amount of ₱5.8 billion when it matured on October 30, 2023. Moreover, according to DMPL, these developments are not seen to cause any disruption to its operations outside the U.S. DMPI is the Philippine subsidiary of DMPL. It is a producer, marketer and distributor of food and beverage products. DMPI has established itself as the country's market leader in packaged pineapple and mixed fruit, ready-to-drink (RTD) juices excluding foil pouches, tomato sauce and spaghetti sauce categories. DMPI was incorporated in 1926 and has been in operation in the Philippines for 99 years.

PhilRatings is closely monitoring developments within the Del Monte Group and will continue to evaluate any news/changes as these arise. PhilRatings' has also reached out to its key officer contact in DMPI regarding the potential financial implications of these recent events on the Company. The Company has maintained/stated that the bankruptcy proceedings of DMFHL will not negatively impact DMPI's operations, its relationships with local banks and access to financing. DMPI and its parent, DMPL, have stated that they have not guaranteed any loans of DMFHL or its subsidiaries and that DMPI and DMPL have no contingent liability with respect to DMFHL's or its subsidiaries' financial obligations.

DMPI has remained profitable owing to resilient consumer demand, supported by its strong and stable supply chain. While DMPI maintained a positive bottom line in prior years, it recorded a decline in the last two fiscal years, before achieving a robust recovery in the first nine months of Fiscal Year 2025 (9M2025).

In Fiscal Year 2024 (FY2024), DMPI's net income declined by 30% to ₱2.6 billion, resulting from lower revenues and higher operating and finance costs. DMPI's revenues declined by 5.6% to ₱38.7 billion in FY2024, from ₱41.1 billion in Fiscal Year 2023 (FY2023), due to lower shipments to the U.S. caused by logistics disruptions post-COVID and the Russia-Ukraine war.

DMPI, however, bounced back in 9M2025, posting a 16.4% increase in revenues to ₱33.5 billion. Such improvement was attributed to the robust growth of fresh and packaged pineapple exports. In FY2025, DMPI achieved a 14% increase in revenues reaching ₱44.2 billion, driven by continued strong fresh and packaged pineapple exports. Net income in 9M2025 also posted a recovery, growing by 85.3% to ₱3.5 billion, from ₱1.9 billion in 9M2024. While DMPI has yet to disclose its net income for FY2025, it reported a 40% increase in earnings before interest, taxes, depreciation, and amortization (EBITDA) to ₱8.6 billion in FY2025.

DMPI's cash flow from operations also remained positive in FY2024 at ₱4.9 billion and approximately ₱19.1 billion ($332 million) in FY2025. Current ratio was at 0.9x as of end-January 2025, while debt-to-equity ratio was at 2.1x.