

COVER SHEET

SEC Registration Number

- 6 6 0 9 -

P A X Y S , I N C .

(Company's Full Name)

1 5 T H F L O O R 6 7 5 0 A Y A L A O F F I C E
T O W E R , A Y A L A A V E N U E , M A K A T I
C I T Y

(Business Address: No., Street City / Town / Province)

Atty. Mayette H. Tapia

Contact Person

(+632) 8250-3800/ (+63 919-088-5562)

Company Telephone Number

SEC Form 17-C

1 2

Month Day
Fiscal Year

3 1

FORM TYPE

1 2

Month Day
Annual Meeting

1 3

Secondary License Type, If Applicable

Dept Requiring this Doc

Amended Articles Number / Section

Total No. of Stockholders

Total Amount of Borrowings

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document ID

Cashier

STAMPS

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SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-C

CURRENT REPORT UNDER SECTION 17
OF THE SECURITIES REGULATION CODE
AND SRC RULE 17 THEREUNDER

1. 13 December 2022
Date of Report (Date of earliest event reported)
2. SEC Identification Number 6609
3. BIR Tax Identification
No. 000-233-218-000
4. PAXYS, INC.
Exact name of registrant as specified in its charter
5. Makati City, Philippines
Province, country or other jurisdiction of incorporation
6. (SEC Use Only)
7. 15th Floor 6750 Ayala Office Tower, Ayala Avenue, Makati City 1226
Address of principal office Postal Code
8. (+632) 8250-3800 / (+63) 919-088-5563
Registrant's telephone number, including area code
9. N/A
Former name or former address, if changed since last report
10. Securities registered pursuant to Sections 8 and 12 of the SRC.

Title of Each Class

Number of Shares of Common Stock
Outstanding and Amount of Debt Outstanding

Common

1,148,534,866 common shares


Item 9.

Please see attached letter to PSE dated 13 December 2022.

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 hereunto duly authorized.

PAXYS, INC.


MAYETTE H. TAPIA
Corporate Secretary/
Corporate Information Officer

Date: 13 December 2022

13 December 2022

THE PHILIPPINE STOCK EXCHANGE, INC.

Disclosure Department
6th Floor PSE Tower
One Bonifacio High Street
28th Street corner 5th Avenue
Bonifacio Global City, Taguig City

Attention: **MS. ALEXANDRA D. TOM WONG**
Officer-in-Charge, Disclosure Department

Gentlemen:

We advise that Paxys, Inc. (“Paxys” or the “Company”) held its 2022 Annual Stockholders’ Meeting today, 13 December 2022, at 2:00 PM at Manila Golf & Country Club, Harvard Road, Forbes Park, Makati City. The highlights of the meeting were as follows:

1. Annual Report for year-end 2021

- Revenues were mainly from the business of our operating subsidiary, Scopeworks.
- The major component of revenues is data conversion, which decreased by 25% from P39.8M to P29.9M due mainly to technological advancement that has caused the continued reduction in the labor component required by Scopeworks’ major client, and partly due to some operational shutdown in compliance to government-mandated lockdowns and community quarantine that the government extended in 2021.
- The other part of the business, managed services, remains steady and continues to provide additional revenue stream for the Group.
- Net result is an 18% decrease in total revenues for 2021.
- Expenses in 2021 were lower by 16.7% compared to prior year. The reduction in expenses resulted from cost saving initiatives undertaken to mitigate the effect of decrease in revenues.
- This pertains mainly to the Interest Income from the Group’s surplus funds. This is about 2.4% lower than other income in the previous year due to decrease in global interest rates.
- Overall result is Net Loss of P13.4 million in 2021, a 48% improvement from the net loss of the previous year.
- The Group’s assets are mainly cash equivalents and investment securities. These funds are invested in short term placements and short duration bonds. About 62% of the funds are in USD denominated investment instruments.

- In 2021, Total Assets increased by about 1% accounted for mainly by the translation gain due to the USD appreciation from P48.02 as of year-end 2020 to P50.99 as of year-end 2021.
- The Total Equity likewise increased by 3.6% from the previous year.
- The 3.6% increase in Total Equity is accounted for mainly by the said translation gain on the dollar funds of the Group, under Other Equity Reserves, which increased from 290M in 2020 to 430M in 2021.

Financial Update for the nine-month period ended 30 September 2022 (unaudited):

- Revenue from data conversion is lower by 67% for the first nine months of 2022 compared with the same period of the previous year due to the discontinuance of the data conversion operations of Scopeworks at the end of the first quarter of 2022.
- Revenues from Facilities Management and Other Services increased by 83% in 2022.
- Overall, revenue decreased by 11.7% in the first nine months of 2022 compared to the same period of last year.
- Expenses are 10% lower due to reduction in direct costs resulting from the discontinuance of Scopeworks operations.
- The group's income from surplus funds has started to recover. With improving interest rates, realized gains from fund redemptions, and favorable exchange rates, the group has registered about P64M other income as of the third quarter
- As a result, the unaudited Net Income for the nine-month period ending September 30, 2022 is about P22.9 million, an improvement from the P7.5 million net loss in the same period of last year.
- In summary, while revenues have gone down, the decrease in expenses and the significant increase in other income have resulted in net income of P22.9 million as of the end of the third quarter this year.
- Total equity increased by almost 10% from 3.76B in 2021 to 4.12B as of September 2022 accounted for mainly by the increase in net income and the translation gain on dollar funds of the Group due to the dollar appreciation from P50.99 at December 31, 2021 to P58.63 at September 30, 2022.

2. The following were elected directors for the current term (2022-2023):

Tarcisio M. Medalla
Roger Leo A. Cariño
Christopher B. Maldia
Lim Ghee Keong
Roberto A. Atendido
George Edwin Y. SyCip (Independent Director)
Jose Antonio A. Lichauco (Independent Director)

3. The shareholders approved the appointment of Reyes Tacandong & Co. as the Company's external auditors for the year 2022-2023.

During the Organizational Meeting of the newly elected Board of Directors held immediately after the Annual Stockholders' Meeting, the following matters were likewise approved:

1. The following were elected as the Company's officers:

Tarcisio M. Medalla	Chairman and President
Roger Leo A. Cariño	Treasurer
Mayette H. Tapia	Corporate Secretary, Compliance Officer, and Corporate Information Officer
Pablito O. Lim	Chief Financial Officer
Ana Maria A. Katigbak	Assistant Corporate Secretary and Assistant Corporate Information Officer
Sheri A. Inocencio	Chief Risk Officer
Ruth M. Mariñas	Chief Audit Executive

2. Appointment of the members of the various Board Committees, as follows:

Executive Committee

Tarcisio M. Medalla, Chairman
Lim Ghee Keong
Roger Leo A. Cariño
Roberto A. Atendido

Audit, Risk Management, and Related-Party Transactions Committee

Jose Antonio A. Lichauco, Chairman (Independent Director)
George Edwin Y. SyCip (Independent Director)
Roberto A. Atendido
Roger Leo A. Cariño

Compensation Committee

Tarcisio M. Medalla, Chairman
Roger Leo A. Cariño
George Edwin Y. Sycip (Independent Director)

Nominations and Governance Committee

George Edwin Y. SyCip, Chairman (Independent Director)
Tarcisio M. Medalla
Jose Antonio A. Lichauco (Independent Director)
Roger Leo A. Cariño (non-voting).

We trust that the foregoing disclosure is sufficient to inform the investing public.

Very truly yours,

PAXYS, INC.

By:


MAYETTE H. TAPIA
Corporate Legal Counsel