


iPeople, inc.

Sustainability Report (2024)

Contextual Information

Company Details	
Name of Organization	iPeople, inc.
Location of Headquarters	8 <sup>th</sup> Floor Mapua University- Makati Campus, 1191 P. Ocampo Extension, Barangay Sta. Cruz, Makati City
Location of Operations	With schools across Metro Manila, Calabarzon, Bicol Region, and Mindanao
Report Boundary: Legal entities (e.g. subsidiaries) included in this report*	Report includes information from the following:  <ol style="list-style-type: none"><li>1. Malayan Education System, Inc. (Operating under the name Mapua University) – 1 school with 2 campuses (Mapua)</li><li>2. Mapua Malayan Colleges Laguna, Inc. (MMCL)</li><li>3. Mapua Malayan Colleges Mindanao, Inc (MMCM).</li><li>4. Malayan High School of Science, Inc. (MHSS)</li><li>5. University of Nueva Caceres (UNC)</li><li>6. National Teachers College (NTC) which includes Affordable Private Education Center, Inc. (Operating Under the Name APEC Schools) – 1 school with 14 branches (APEC)</li></ol>
Business Model, including Primary Activities, Brands, Products, and Services	<p><b>iPeople, Inc.</b> (IPO) provides quality and accessible education to students from kindergarten to post-graduate across all income segments. IPO through its subsidiary schools, aims to promote research and innovation that addresses the concerns of communities and solve problems of industries. IPO also aims to become one of the best in the fields of Science, Technology, Engineering, and Mathematics (STEM) and leverage on the strength of its subsidiary schools in STEM, Outcomes-Based Education (OBE), distance learning, and cost-effective EdTech.</p> <p><a href="https://ipeople.com.ph/home/our-company/corporate-profile/">https://ipeople.com.ph/home/our-company/corporate-profile/</a></p>
Reporting Period	January 1 to December 31, 2024
Highest Ranking Person responsible for this report	<p><b>Denise Jordan P. Arenillo</b> Legal, Compliance and Sustainability Officer</p> 

# IPO Materiality Process

## Explain how you applied the materiality principle (or the materiality process) in identifying your material topics

Trainings and workshops were previously conducted and attended by the iPeople (“IPO”) Senior Management and key personnel specifically on identifying material topics. Reviews were conducted on the role of sustainability within the company where sustainability issues were communicated with the top executives in the company, and perspectives widened to determine performance, driven not just by financial metrics, but also non-financial aspects. The materiality principles IPO employed are as follows:

1. Understanding the Sustainability Context: This step encouraged the Company to think outside financial aspects and allow a framework driven by sustainability to guide the discussions on how their core business can contribute to society.
2. Identifying material topics: An initial list of material topics was identified by the IPO Senior Management and further validated through group discussions with sustainability point persons per school, including middle management, school heads, stakeholder touch points (to grasp stakeholder perspectives), and data handlers and verifiers whose functions are highly related to the theme of each group. In finalizing the material topics, the Company used the guide questions in the memorandum:
  - (a) Is it a key capital/risk/opportunity?
  - (b) Does our key business activities impact it?
  - (c) Does our supply chain contribute significant impacts?
  - (d) Does our product/service contribute significant impacts to the topic?
  - (e) Is there a trend that will make the topic material in the future?
3. Defining Performance and Management Approach: Once the list of material topics were identified, the Company gathered metrics to measure business performance under the guidance of the GRI reporting standards, a globally recognized sustainability reporting tool. To further enhance this, management approaches were created to better improve and monitor performance against the set metrics. Regular reviews are also conducted to determine the relevance of each material topic and metric related to such topics.

The UN Sustainable Development Goals (SDGs) are also used as guidelines for identifying the Company’s societal, environmental, and economic impact and value. Schools also regularly monitor the applicable UN SDGs relevant to their school operations and activities.

## ECONOMIC

### Economic Performance

**Table 1. Direct Economic Value Generated and Distributed**

Disclosure	Amount	Units
Direct economic value generated (revenue)	5,629,427,755.61	PhP
Direct economic value retained	1,210,041,317.37	PhP
Direct economic value distributed:	4,419,386,438.24	PhP
a. Employee wages and benefits	1,711,733,023.20	PhP
b. Payments to suppliers and other operating costs	2,013,991,670.00	Php
c. Payments to Providers of capital; including dividends given to stockholders and interest payments to loan providers	300,468,906.83	PhP
d. Payments to government	149,881,569.24	PhP
e. Investments to community (e.g., donations, CSR)	243,311,268.97	PhP

### Direct Economic Value

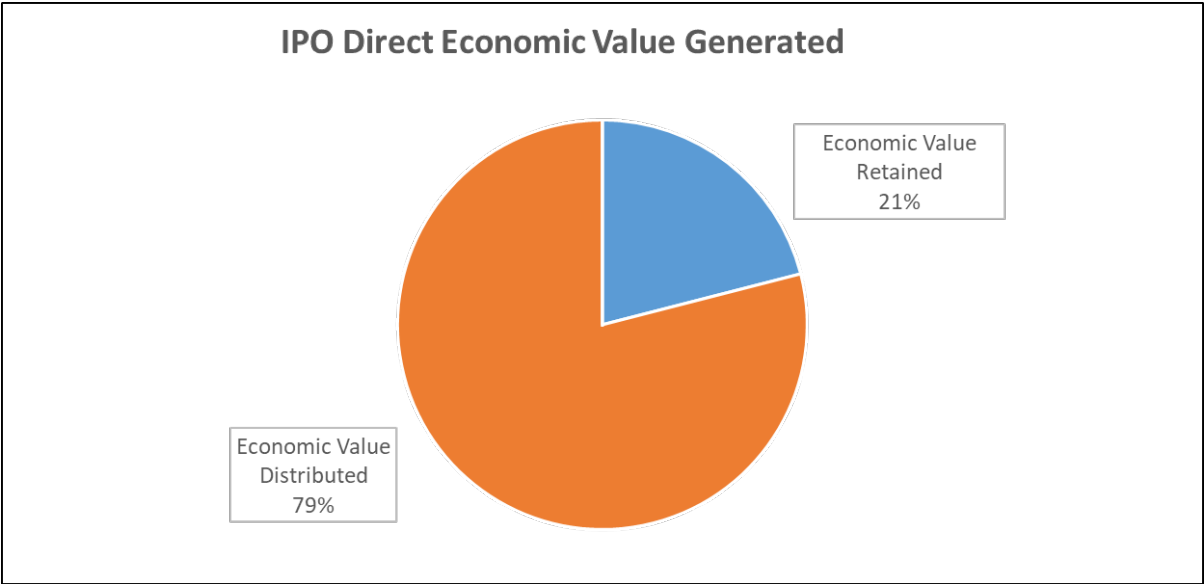
#### Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

IPO's economic impact is a direct result of its business activities and that of its subsidiary schools, and the scale of the impact will increase or decrease according to the scale of IPO's business. IPO's economic performance was affected from 2019 to 2022 by the COVID pandemic and residual effects of the pandemic were felt in 2023. By 2024, IPO has resumed normal operations, and its financial performance was better than the previous years.

During the pandemic, the IPO schools (Mapua, MMCL and MMCM) avoided the disruption of classes and operations, by immediately shifting to online classes with synchronous or asynchronous mode of delivery, using their Learning Management Systems, digital tools and online resources. These modes of delivery are still being continued to date. The other IPO schools (NTC and UNC) were likewise able to successfully shift to remote delivery using available digital tools, LMS and online resources which likewise enhanced the schools' capabilities. IPO schools were able to deliver all modes, whether in hybrid or full face to face, and have successfully transitioned to the "new normal" since 2022 which it continued in 2024.

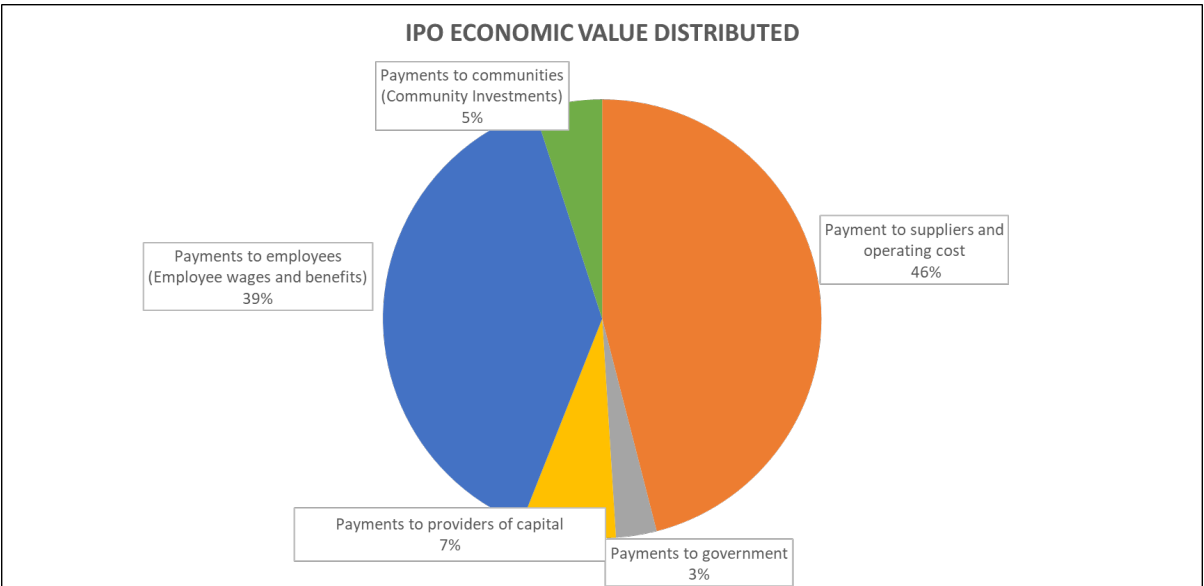
Affected stakeholders in the economic aspect are students including their parents, faculty and non-teaching employees, suppliers, local communities, and government. In 2024 IPO generated ₱2,384,084,650 of direct economic impact, of which 79% was distributed among suppliers, employees, providers of capital, government, and community investments/donations and 21% retained, which were the same last year. This was despite increased enrollment and return of normal operations.

**Figure 1. IPO Direct Economic Value Generated. IPO distributed 79% of direct economic value generated and retained 21%.**



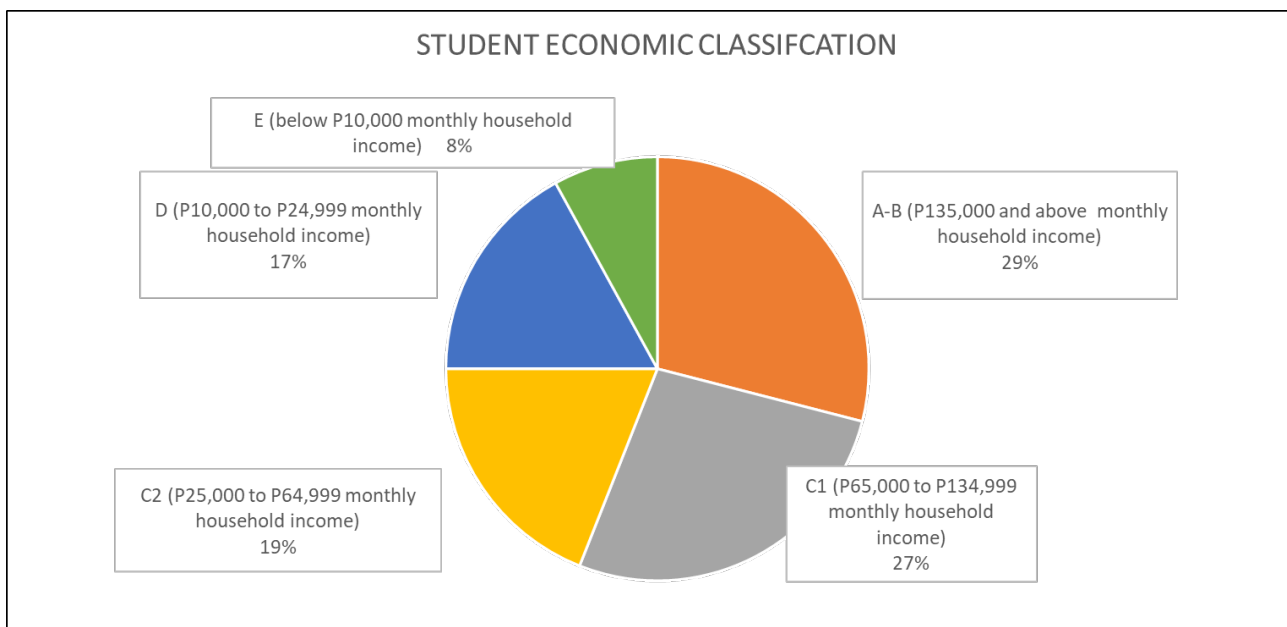
On the direct economic value distributed, a majority of the value was distributed as payment to suppliers and operating costs (46%) and for employee wages and benefits (39%). IPO’s continued dedication to providing quality and accessible education, highlighted during the COVID pandemic, and which continued in 2024, with the distribution of 5% of its direct economic value generated in the form of scholarships, tuition discounts, and corporate social responsibility (CSR) projects. CSR projects in 2024 were various projects providing technical expertise and assistance to the national and local governments and communities, and community outreach projects, and donations to various causes. These projects were initiated and implemented by the schools, their students and employees.

**Figure 1. IPO Direct Economic Value Distributed. Majority of the value (46%) was distributed to operating costs and payment to suppliers, followed by payment to employees for wages and benefits (39%).**



In 2024, an average of 74,978 students enrolled in IPO schools, from Elementary (K+12) to post-graduate, with a 28.51% increase from last year's total average enrollment of 58,344. An average of 40,499 students also enrolled in non-degree certificate courses and trainings from across the IPO schools in 2024. Sixty-five percent (70%) of the students enrolled also belonged to the lower economic segments E, D, and C2, wherein their monthly household income ranged from below ₱10,000 to ₱64,999.

**Figure 3. IPO Student Economic Classification. 44% of students belong to the C2DE segment of the student population.**



To further support lower income and high-performing students (academic) enrolled in IPO schools, and to help ease the economic burden on their parents, IPO continued to provide scholarships amounting to ₱196,948,935.27 to around 4,481 students. IPO also continued to assist students in applying for government and privately funded scholarships. The government-funded scholarships (including partial and academic scholarships) and student subsidies amounted to ₱229,051,671.10 in 2024 for around 7,208 students across all the schools.

In 2024, IPO schools continued to provide discounts on tuition and fees, reasonable payment and installment arrangements, and implemented other policies to help students and their parents in the payment of their tuition fees to help ensure that students will continue their studies despite financial difficulties.

IPO's achievement in graduating students who are ready for work or for future studies is evident in the graduates' high employment rate. In 2024, IPO schools produced a total of 6762 graduates in senior high school, undergraduate, and post-graduate programs. 65% of the colleges graduates from IPO schools received job offers within 120 days of graduation with 7% receiving offers from multinational companies or from companies abroad. These graduates eventually become productive members of society. Aside from their individual benefit of earning a higher salary versus a non-graduate, graduates contribute more to economies through direct spending and taxes.

Aside from scholarships, providing affordable quality education that is accessible to lower income level segments is also embedded in the business model of some IPO schools. APEC Schools (which was merged with National Teachers College in the 3<sup>rd</sup> quarter of 2023) is a chain of private high schools offering affordable education from Grades 7 to 12, with the goal of preparing its

graduates for immediate employment or to pursue higher education. It has managed to do this even while offering a tuition fee rate that is relatively lower compared to other private high schools since its establishment in 2012.

At the holding company level, IPO identified risks, mostly resulting from the residual effects of the COVID pandemic which are financial in nature, as well as those on health and safety of IPO schools' employees and students and will also have direct impact to its direct economic performance.

All IPO schools, whether in Luzon (National Capital Region, Laguna, Naga) or Davao City in Mindanao, have already resumed normal onsite operations and face to face classes, with hybrid and fully online options for degree courses and fully online certificate courses as well, and have managed the risks associated with such delivery.

IPO executive management takes an active role overseeing the business operations of the IPO schools. Management oversight is conducted through various meetings such as the regular IPO Group operations meeting (conducted every 2 weeks) in addition to the monthly IPO Senior Management Committee (Mancom) meetings. IPO likewise conducts joint Mancom meetings with the latter's parent company, House of Investments, Inc. (HI), in addition to quarterly reporting to the HI Mancom chaired by the HI Chairperson. These meetings were conducted in addition to the various management meetings held regularly at the school level to address issues, to monitor and assess the school's operations and performance. Discussion topics in 2024 include regulatory updates, business developments, financial, subsidiary schools' operations and performance, governance, and regulatory compliance.

Implementation of the IPO Enterprise Risk Management Framework is carried out by the IPO Risk Team, which consists of Risk Officers from the schools in coordination with various units in the schools. The IPO Chief Risk Officer (CRO) oversees the IPO Risk Team. The IPO Sustainability Team, headed by the IPO Sustainability Officer, coordinates, supports and provides necessary feedback on sustainability-related issues and risks to the IPO Risk Team. IPO Internal Audit continues to provide valuable input to risk management through their regular audits. Risk related concerns are discussed during the quarterly Board Risk Oversight Committee (BROC) meetings. For a more detailed discussion on risks faced by IPO please refer to the Risk Management Section of the 2024 IPO Annual Report (Form 17A).

For 2024, IPO and all schools continued to implement protocols and procedures to manage each type of risk, particularly the health and safety risks as well as economic risks brought about concerns due to regulatory and legislative issuances, and natural disasters such as floods and typhoons.

Since Mapúa pioneered, tested and instituted the use of online facilities as early as 2016, it has further enhanced its Learning Management System, the Cardinal Edge (powered by Blackboard), to improve the conduct of its synchronous (real-time online classes) and asynchronous online delivery of courses. Mapua and MMCL have continued to enhance their online course offerings to include CHED-approved fully online degree programs.

Other IPO schools also conducted online classes by using Learning Management Systems, online tools, online resources and facilities. Mapua efforts to pioneer and expand the use of online digital tools has been recognized, with Mapúa University's ÚOx or Ubiquitous Online Experience Program being awarded the Gold Award for Digital Readiness from the prestigious Wharton-QS Reimagine Education Awards in 2022. Mapúa University also maintained its Times Higher Education (THE) World University Rankings (WUR) 2024 and placed Mapua among the top six percent of the world's higher educational institutions with a rank of 1501+ among 1,907 universities across 108 countries. Mapua has likewise retained its Times Higher Education Impact Ranking in 2024 with a rank of 800+ to 1000.

IPO schools also continue to manage the economic risks (i.e., relatively low enrollment, health and safety concerns, competition). IPO schools continue their intensified online marketing campaigns through the tireless efforts of their respective marketing teams. New and effective strategies to attract more students are constantly being implemented to effectively cascade academic and other relevant information on the schools.

IPO schools upgraded their online facilities and obtained more online resources. New online program offerings, fully online degree programs (for Mapua and MCL), certificate courses (Coursera), scholarships and discounts were likewise offered.

Fully online undergraduate degree programs started in 2020 are still being offered in 2024 with Mapua and MCL being given authority by CHED to offer fully online undergraduate courses. This is in addition to Mapua's fully online postgraduate degree courses previously offered. The IPO schools also continued implementing fully online admission and examinations, and the use of e-books and online resources instead of traditional school textbooks for all undergraduate and Senior High School students through subscriptions to online resources and libraries. The IPO schools likewise continued to invest in subscription and use of online videoconferencing facilities such as Zoom, MS Teams, BB Collaborate, etc., and various digital tools and online learning resources to facilitate and/or supplement online learning. The pandemic crisis drove creativity, expanding course offerings by incorporating select Coursera subjects either as part of IPO schools' curricula or electives.

New programs are also being offered to enhance the existing offerings. IPO with its schools: Mapua University, MMCL and MMCM partnered with Cintana, a global alliance of schools, to expand the access of Filipino students to high-quality international education in business and health sciences. With this partnership Mapua, MMCL and MMCM continues to collaborate with Arizona State University (ASU) to offer programs which aim to provide highly differentiated education that will be built on three core pillars – international exposure, real-world experiential learning, and digital-enhanced.

IPO schools also continued to improve and expand online processes, maintained alternative work arrangements, used videoconferencing for online meetings, online trainings and webinars, and encouraged the use of online facilities to transact business. This is in addition to online medical consultation and counselling provided for employees and students, and constant monitoring for employees and students.

### **Discussion on Opportunities**

IPO and its subsidiary schools are currently looking for more opportunities to expand programs, offering more and fully online undergraduate, post-graduate and certification programs. With the intensified and efficient use of other online and remote learning, and expansion of current programs offered in partnerships with various universities and online resource providers, IPO aims to overcome the continuing challenges to deliver on its promise of providing quality education and preparing the youth for the future.

### **Climate-related risks and opportunities**

Although currently, climate-related risks are already being discussed by IPO's Board Risk Oversight Committee (BROC) and the IPO Sustainability Team, IPO is currently working on a plan to help address climate-related risks to the group. The Company is putting together and evaluating the system to understand its vulnerabilities at different climate change scenarios to be able to fully disclose on this. Due to the challenges posed by the current COVID pandemic, IPO will begin work on the plan for climate related risks after the COVID pandemic and possibly be able to disclose in 2025.

**Governance** – Disclose the organization's governance around climate-related risks and opportunities

1) Describe the board's oversight of climate-related risks and opportunities

IPO has a Board Risk Oversight Committee (BROC), an extension of the full Board of Directors, which meets every quarter to discuss key risks and opportunities of the company. One of the BROC's main roles is to review management's effectiveness in managing risks. The BROC also provides direction and guidance on how the company will not only respond to risks, but also take advantage of opportunities. Starting 2023 onwards, monitoring efforts towards meeting goals set forth in the to-be-developed Environmental Impact Reduction Plan (EIRP) will be communicated and evaluated by the BROC.

Risks and opportunities related to climate change is one topic in these meetings, and its effect to operations and strategy are discussed. Typhoons and floods have become more frequent. Such phenomena impact employee safety and well-being. IPO has policies and procedures in place to protect its employees.

2) Describe management's role in assessing and managing climate-related risks and opportunities

Assessment of climate risks is led by IPO Sustainability and Risk Management, the IPO Risk Team under the IPO CRO and through the IPO Sustainability Team under the IPO Sustainability Officer. Currently, risks identified are those that relate to natural occurrences such as flood, typhoons, pandemics and earthquakes. For the next year, IPO Sustainability and Risk Management will present plans for adoption by the Board that would ensure that climate-related risks, in addition to natural calamities and pandemics, are adequately identified and addressed.

**Strategy** – Disclose the actual and potential impacts of climate-related risks and opportunities on the organization's businesses, strategy, and financial planning where such information is material

1) Describe the climate-related risks and opportunities the organization has identified over the short, medium and long term

Performance targets for climate change risk are currently under evaluation by IPO Sustainability Team and Risk Management. These will be part of the EIRP.

2) Describe the impact of climate-related risks and opportunities on the organization's businesses, strategy and financial planning.

IPO acknowledges the existence of climate change and its intensifying effect. The company has set aside sufficient funds for managing the effects of this risk to the company. As awareness of climate change risk increases throughout IPO, additional risks and opportunities identified and required funding (if necessary) will be integrated into the operations of the company.

3) Describe the resilience of the organization's strategy, taking into consideration different climate-related scenarios including a 2°C or lower scenario

IPO's experience during COVID pandemic has shown that continuing the conduct of classes online can be done on a large scale, effectively and efficiently, with an inadvertent effect of reducing in the energy and water consumption in the IPO schools for the duration of the pandemic. Nonetheless, IPO will continue to assess other vulnerabilities at different climate change scenarios.

The Company is committed to identify and understand its vulnerabilities at different climate change scenarios. Due to the challenges posed by the current COVID pandemic, IPO will begin work on the plan for climate related risks after the COVID pandemic, and possibly be able to disclose in 2025.



**Risk Management** – Disclose how the organization identifies, assesses, and manages climate-related risks

1) Describe the organization's processes for identifying and assessing climate-related risk

The company has a Risk Management Council composed of IPO top management. It meets every quarter to discuss the top risks and opportunities to the company and strategies needed to manage such risks. All risk-related concerns are presented to the BROCC. Recommendations by the BROCC are implemented by management, the IPO Risk Team, and overseen by the CRO. The IPO Sustainability Team, headed by the IPO Sustainability Officer, coordinates, supports and assists the IPO Risk Team in implementation of sustainability related recommendations. For the following year, IPO aims to incorporate climate change risk strategies, mitigation measures, and opportunities. In addition, the IPO Sustainability Team will coordinate with the IPO Risk Team and the IPO CRO in initiating climate risk management.

2) Describe the organization's processes for managing climate-related risks

Managing climate-related risks will be led by IPO Sustainability Team in coordination with the IPO Risk Team and the IPO CRO. Risk identification and management strategies are formulated at this level, then elevated to the RMC, and overseen by the BROCC.

3) Describe how processes for identifying, assessing, and managing climate-related risks are integrated into the organization's overall risk management

Identification and assessment of climate change risks is led by the IPO Risk Team and the IPO CRO, supported the IPO Sustainability Team and the RMC, overseen by the BROCC. IPO's current Risk Management process will - incorporate climate-related risks. The Company believes climate change risk is an integral part of the business and just like traditional risks, they must be prudently managed.

**Metrics and Targets** – Disclose the metrics and targets used to assess and manage relevant climate-related risks and opportunities where such information is material

1) Disclose the metrics used by the organization to assess climate-related risks and opportunities in line with its strategy and risk management process

From 2024 onwards, the scope of climate change risk will be expanded to possibly include the need for IPO to make a commitment in reducing the impact of its operations on the environment. The Company will decide on the metrics that will be used to measure climate change impact and incorporate into its EIRP.

2) Describe the targets used by the organization to manage climate-related risks and opportunities and performance against targets

From 2025 onwards, IPO will commit to doing its part in limiting a global rise in temperature to under 2°C by 2030. IPO has evaluated internal processes to develop strategies aimed at reducing the environmental impact of its operations including setting targets for the IPO schools, specifically those that would limit a rise in global temperatures by 2°C. Using data collected from the previous year, IPO will commit to reducing its environmental impact by consistently reducing GHG emissions, materials consumption, and waste generation.

Procurement Practices

Table 2. 2023 vs. 2024 Proportion of spending on local suppliers

Disclosure	2023 Quantity	2024 Quantity	PY % Change
Percentage of procurement budget used for significant locations of operations that is spent on local suppliers <sup>1</sup>	94%	94%	0%

<sup>1</sup> “Local suppliers” were defined as suppliers with operations in the Philippines.

Procurement Practices

Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

In addition to providing accessible high-quality education to Filipinos, IPO further contributes to nation-building by purchasing from local suppliers when possible. Risks related to procurement include rush orders (and thus the risk of not getting the best price due to time constraints) and lack of suppliers for goods or services needed for operations.

At the YGC Group level, all suppliers are vetted and accredited. As of 2024, APEC Schools, UNC, and NTC supplier and accreditation policies are still in the process of evaluation for possible integration into YGC procurement.

In 2024, the procurement spend on local suppliers is 94% which is the same as in 2023, where IPO directly impacts its suppliers and its schools as the end-users of the purchased goods and services. Prices for repeat items are agreed upon beforehand with suppliers to prevent price increases due to rush orders. For schools not yet enrolled into the YGC Group, there is coordination with the Procurement Departments of other schools to increase the pool of potential suppliers.

On a YGC group level, suppliers are encouraged to adopt sustainability practices, by requiring them to attest to their compliance with prescribed sustainability practices for vendors which cover social, economic, environmental and ethical criteria as part of the group wide initiatives which started last year and which continues to date. This sustainability attestation compliance is part of the accreditation requirements for suppliers. This primarily enables the profiling of the key suppliers’ efforts, to measure, set goals and to improve visibility on sustainability compliance and enables easy monitoring and follow up of improvement actions. The initiative also includes a vendors’ facilities checklist which covers the assessment of vendor’s facilities to determine their capability to support and satisfy the goods or services requirements of YGC members.

Discussion on Opportunities

While the preference to purchase from local suppliers when possible is being practiced, there is no formal policy nor target metric for this. A formal policy and target metric is currently under consideration. Developing SME suppliers that employ PWDs and other vulnerable groups to provide access to economic opportunities may also be considered. To promote a standardize procurement process across all IPO schools, IPO plans to integrate the procurement policies of all IPO schools into the YGC Group.

## Anti-corruption

**Table 3. Training on Anti-Corruption Policies and Procedures**

Disclosure	Quantity	Units
Percentage of employees to whom the organization's anti-corruption policies and procedures have been communicated to <sup>1</sup>	63%	%
Percentage of business partners to whom the organization's anti-corruption policies and procedures have been communicated to <sup>2</sup>	66%	%
Percentage of directors and management that have received anti-corruption training <sup>3</sup>	25%	%
Percentage of employees that have received anti-corruption training <sup>4</sup>	3%	%

<sup>1</sup>Only the Mapua Schools (Mapua, MMCL, MMCM and MHSS) have communicated the anti-corruption practices to all their employees (100%).

<sup>2</sup>Based on Mapua, MMCL, MMCM, MHSS and IPO parent.

<sup>3</sup>Based on Mapua and IPO parent only. Only Mapua and IPO parent have data on the directors who received anti-corruption.

<sup>4</sup>Based on UNC only (no other school or entity has disclosed data on employee anti-corruption training).

**Table 4. Incidents of Corruption**

Disclosure	Quantity	Units
Number of incidents in which directors were removed or disciplined for corruption	0	#
Number of incidents in which employees were dismissed or disciplined for corruption	0	#
Number of incidents when contracts with business partners were terminated due to incidents of corruption	0	#

## Anti-Corruption

### Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

IPO abides by the highest ethical standards and legal principles. Pursuant to this, IPO implements strict anti-corruption protocols and procedures that cover all employees, from officers to rank-and-file employees.

Any incident of corruption within IPO's ranks or operations has serious implications and risks on the Company's operations and reputation and opens the Company to possible legal consequences. As IPO works within the education sector, damage to reputation is of particular importance since it will also affect reputation and the ability of the subsidiary schools to attract students.

IPO follows the highest ethical and legal standards set by its parent company, House of Investments (HI), and the Yuchengco Group of Companies (YGC). Among the policies issued and enforced in IPO are the following which are found in the IPO website:

- YGC Code of Business Conduct and Ethics: <https://ipeople.com.ph/wp-content/uploads/2018/08/YGC-Code-of-Business-Conduct-Ethics.pdf>
- HI Related Party Transactions: <https://ipeople.com.ph/wp-content/uploads/2018/09/IPO-Policy-on-Related-Party-Transactions.pdf>
- HI Conflict of Interest: <https://ipeople.com.ph/wp-content/uploads/2018/08/CODE-OF-BUSINESS-CONDUCT-AND-ETHICS.pdf>
- HI Insider Trading: <https://ipeople.com.ph/wp-content/uploads/2018/08/iPeople-Audit-and-Related-Party-Transactions-Charter-Revised-1.pdf>
- HI Whistleblowing Policy: <https://ipeople.com.ph/wp-content/uploads/2018/08/IPEOPLE-WHISTLE-BLOWER-POLICY-AND-RECEIVING-GIFTS.pdf>

The above-mentioned policies cover all IPO employees, as well as consultants, contractors, and subcontractors (e.g., housekeeping and security personnel) working in the Company's premises. Employees are required to re-familiarize themselves with the policies and sign commitments that they read and understand the policies.

IPO's Revised Manual on Corporate Governance also states that officers and employees hold a position of trust. Thus, officers and employees shall avoid situations where their personal interest is in conflict or appears to be against the interest of the Company or its clients. More details on provisions of said Manual can be found in the Company's website: <https://ipeople.com.ph/pdf/ipeople-manual-on-corporate-governance-2/>. Suppliers must also abide by the Supplier Code of Conduct. For IPO parent and the Mapua schools, supplier accreditation is done at the YGC Group level. NTC, and UNC have their own supplier accreditation policies and procedures. For termination of contracts with suppliers on account of corruption, an internal investigation is usually conducted by the IPO schools' Administration, which includes the Legal Department and Human Resources (if employees are involved). The usual requirements of due process are followed, such as notice and opportunity to be heard before actual termination.

### **Discussion on Opportunities**

By looking at the extent to which IPO schools have disseminated and trained the Company's stakeholders on anti-corruption, as well as the extent to which these are also carried out in the operating schools, there is much opportunity for anti-corruption procedures to be implemented in the Company. In 2024, IPO was able to implement group wide anti-corruption policies.

As stated in the YGC Code of Business Ethics, "YGC member-companies needing stricter or more extensive guidelines applicable to their particular industry or business line should create and maintain their own specific business codes, but the latter should be supplementary and must not permit more lenient standards or in any way be inconsistent with this Code." IPO may pursue crafting a version of this Code that is more tailor-fit to an academic setting. Moreover, the Company will be stricter in communicating anti-corruption policies and procedures and ensure 100% coverage for employees and business partners for the next report.

## ENVIRONMENT

### Resource Management

#### Energy Consumption

**Table 5. 2024 Energy consumption within the organization**

Disclosure	Quantity	Unit	Quantity	Units
Energy consumption (renewable sources)	1,529,014.98	kWh	5,504.45	GJ
Energy consumption (gasoline)	11,533.62	Liters	394.45	GJ
Energy consumption (diesel)	32,127.96	Liters	1,240.14	GJ
Energy consumption (electricity)	10,562,993.15	kWh	38,026.77	GJ

Reference for gigajoules conversion: Biomass Energy Data Book which refers to GREET, The Greenhouse Gases, Regulated Emissions, and Energy Use in Transportation Model, GREET 1.8d.1, developed by Argonne National Laboratory, Argonne, IL, released August 26, 2010.

There was a slight increase in energy consumption recorded for electricity and diesel, in 2024 compared to the figures in 2023. However, there was a significant reduction in gasoline consumption, as seen in the Table below:

**Table 6. 2019 to 2024 Energy Consumption**

Disclosure	2019 (Pre-pandemic)	2020	2021	2022	2023	2024	Increase (Decrease)	% PY Change
Energy consumption (renewable sources) in kwh	0	0	0	0	0	1,529,014.98	1,529,014.98	1,529,014%
Energy consumption (gasoline) in liters	1,475.00	7,466.79	7,296.14	12,735.68*	15,814.49	11, 533.62	(4280.37)	(27%)
Energy consumption (diesel) in liters	16,924.83	18,783.87	17,867.91	29,103.99**	31,199.93	32,127.96	928.03	2.97%
Energy consumption (electricity) in kwh	13,003,679	4,535,915.83	2,900,627.21	5,076,509.57*	9,567,538.16*	10,562,993.15*	995,454.99	10.40%

\* Significant increase in energy consumption in the IPO schools due to the return of full face-to-face classes and normal on-site activities and operations after the COVID 19 pandemic.

\*\* Figures are significantly lower as some schools did not report data for the full year, particularly on gasoline consumption in 2019 since the merger of IPO and AC Education became effective only in May 2019 (compared to 2020-2022 where data for the full year was reported).

Figure 4. Fuel Consumption from 2019 to 2024

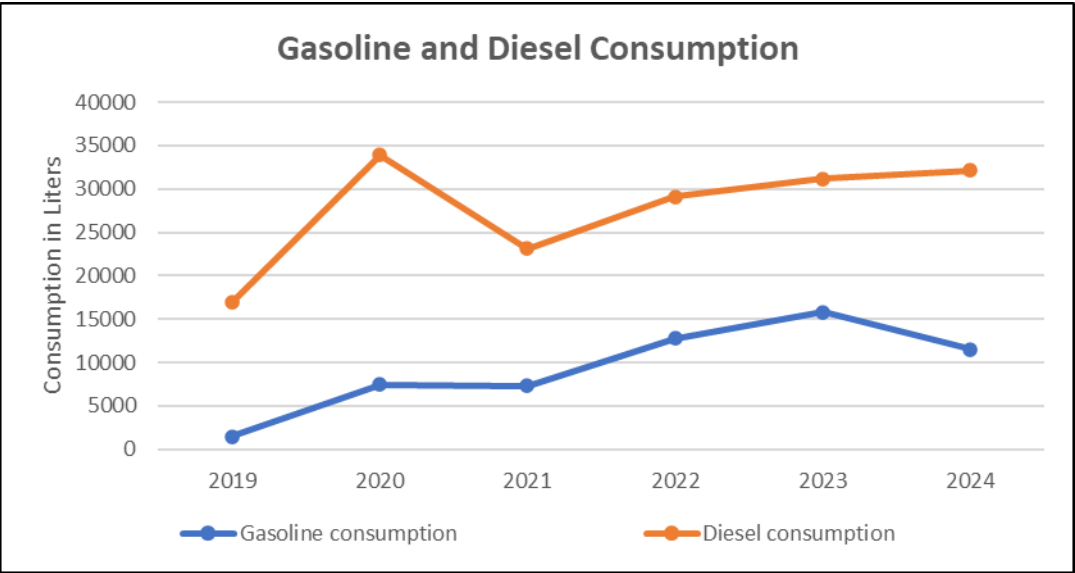
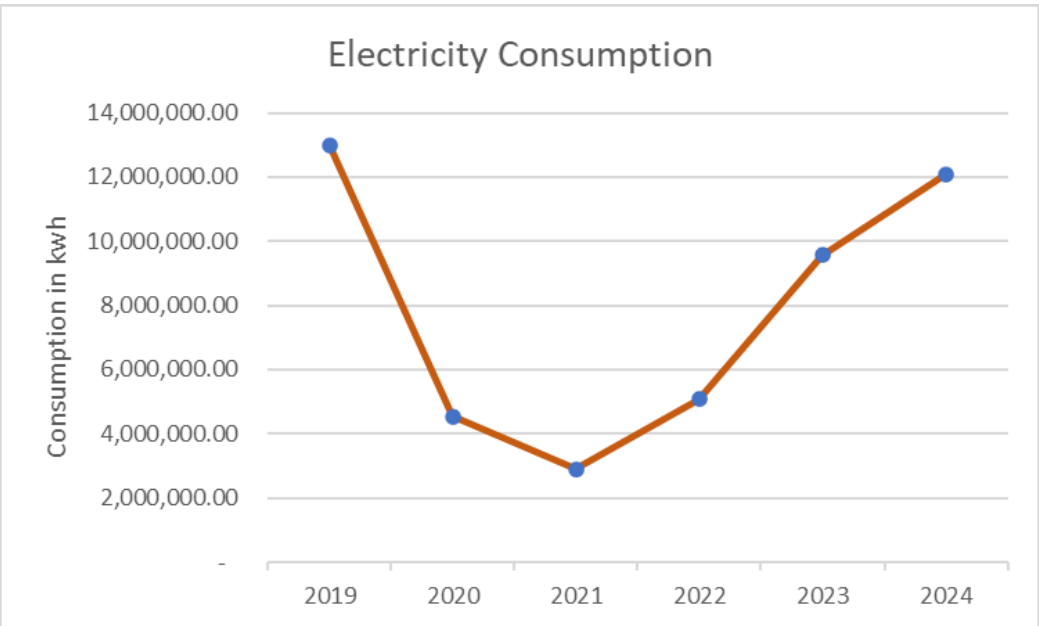


Figure 5. Electricity Consumption from 2019 to 2024



**Energy consumption and reduction**

**Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach**

Energy consumption impacts the students, faculty, and employees in the schools as consistent source of energy is vital to IPO and its schools’ operations. Without electricity, the classrooms cannot be used, the equipment will not run, and school operations will be disrupted. Fuel is used for the Company’s service vehicles and for the schools’ backup generators.

Increased energy consumption means increased costs for the Company. In 2024, there was a slight increase in energy consumption due to the resumption of normal onsite operations of the IPO schools and an increase in enrolled students from the previous year. It must be noted that during the pandemic (2020-2022) there was a reduction in consumption as there were limited onsite operations and limited face to face classes. However, the electricity consumption in 2024 is still substantially lower compared to the pre-pandemic 2019 levels.

As part of its energy conservation programs, the IPO schools continued the implementation of preventive maintenance for facilities and equipment, replacement of LED lights from fluorescent units, replacement of non-inverter air conditioning units to inverter-type, as well as behavioral approaches such as checking and shutting off all electrical equipment when not in use. This is in line with environmental programs that were established particularly for Mapua to monitor and reduce consumption of electricity in line with its ISO 14001:2015 Certification.

In 2024, three (3) iPeople schools (NTC, UNC and MMCM) completed their shift to renewable energy. UNC installed solar panels in its buildings to supplement its current electricity purchased from the local utility company, while NTC availed of the Green Energy Option Project (GEOP) of the Department of Energy where the latter sourced its energy from a single (renewable energy) supplier, ACEN Renewable Energy Solutions (ACEN RES) for some of its buildings. MMCM also installed solar panels with a maximum capacity of 360 KWP in 2024 which was fully operational starting July 2024. Mapua is on its final preparations for its shift to 100% renewable energy through Green Energy Option Project (GEOP) of the Department of Energy and will likely complete the shift in the 1<sup>st</sup> quarter of 2025. MMCL likewise is in the process of finalizing the shift to renewable energy through GEOP, to be completed in the 2<sup>nd</sup> quarter of 2025. Both will source their electricity from ACEN RES through the DOE's Green Energy Option Program.

In 2024, the IPO schools' electricity from renewable energy sources comprised 18% of its total electricity consumption for the year from zero percent (0%) in 2023.

### **Discussion on Opportunities**

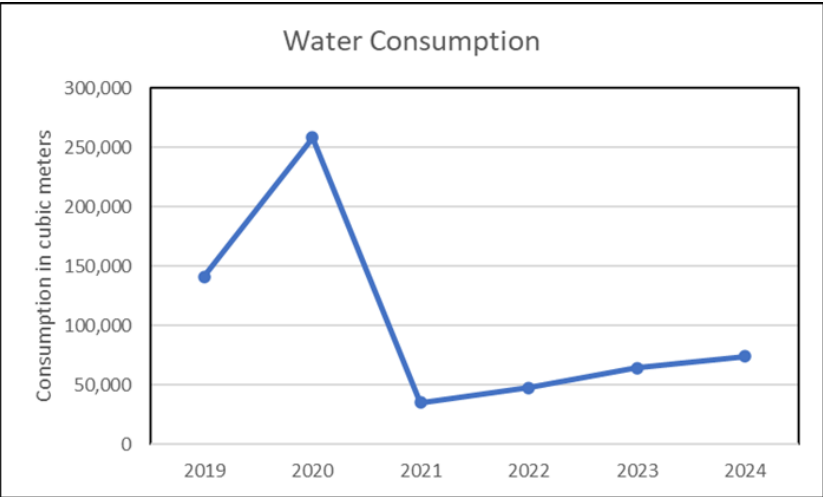
IPO foresees that by the middle of 2025, most if not all the IPO there will be schools powered by non-renewable energy, thus further reducing its Scope 2 GHS emissions. In addition, IPO schools have continued to monitor and implement energy reduction/saving policies such the use of energy efficient lights and appliances (LED lights, inverter appliances); implement energy conservation policies where lights and appliances are turned off when there are no classes or activities and will continue to implement these on a wider scale to further reduce energy consumption.

Water Consumption

Table 7. 2019 to 2024 Water Consumption

Disclosure	2019 (Pre-pandemic)	2020	2021	2022	2023	2024	Increase (Decrease)	% PY Change
Water withdrawal	181,158.75	331,810.38	44,951.07	52,594.34	74,042.53	95,074.95	21,032.42	28%
Water consumption	141,031.75	258,313.76	35,118.02	47,902.34	64,559.87	76,561.08	12,001.21	19%
Water recycled and reused	6,723.00	12,313.84	1,674.08	4,692.00	9,482.66	6,314.07	(3,168.59)	(33%)

Figure 7. Comparison of 2019 to 2024 Water Consumption



Water consumption

Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

Water is necessary for IPO and its subsidiary schools’ operations and its students, faculty, employees. The main risk associated with water withdrawal and consumption is water shortage. In 2024, there was no declared or reported water shortage due to adequate water supply in Metro Manila, Luzon and Mindanao in despite the projected El Niño in most areas in the Philippines. For the IPO schools, water consumption significantly increased due to the resumption of normal operations and increased its student population, which negated the previous years’ reductions due to the pandemic. However, the consumption for 2024 is still significantly lower than the pre-pandemic and 2020 levels.

In 2024, the IPO schools continued to implement various programs and activities to reduce water use such as reduced and scheduled watering of plants, and quickly fixing leaks or other defects. Water reduction initiatives such as regular preventive maintenance, installation of low-flow fixtures, and usage of rainwater collection systems were already in place which contributed to the reduction in consumption. Both Mapua and MCM collect rainwater for use such as cleaning and watering plants.



Discussion on Opportunities

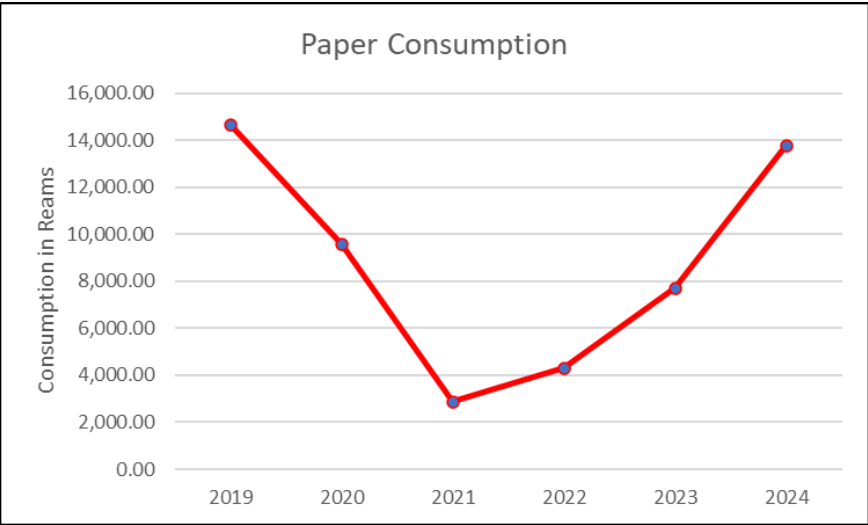
IPO is still in the process of integrating approaches and identifying opportunities across all subsidiary schools. However, individually, the IPO schools already implemented several initiatives designed to conserve water (i.e., collection of rainwater for watering plants and immediate repair of leaks). These initiatives may be further enhanced and improved to help in the water conservation efforts of the company.

Materials Used by the Organization

Table 8. 2019 to 2024 Materials used by the Organization

Disclosure			2019	2020	2021	2022	2023	2024	% PY Change
	Material	Units	Quantity						
Materials used by weight or volume:									
Renewable	Paper	reams	14,654	9,569.51	2,866	4,299.23	7,693.27	13,763.62	78.90%
non-renewable	n.a	Kg /liters	0	0	0	0			0
Percentage of recycled input materials used to manufacture the organization’s primary products and services		%	0	0	0	0			0

Figure 8. 2019 to 2024 Paper Consumption



## Materials consumption

### Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

The most significant material that the Company consumes is paper. Paper is used in all aspects of the schools' operations: from application, admissions, enrollment, teaching, recording of grades, student services, to contracts and administrative work. Employees, faculty, students, suppliers, contractors and academic partners all use paper in a considerable amount.

In 2024, IPO consumed 13,763.62 reams of paper which is a drastic increase from the 7,693.27 reams in 2023. But this is still significantly lower than previous years and pre-pandemic totals. This is mainly due to the resumption of full face-to-face classes and normal onsite operations, which significantly increased the need for paper. Even if IPO schools implemented online application systems for prospective students, fully online degree programs, online classes and examinations, paperless transactions (i.e., online filing of leave for employees, online enrollment, and submission of reports on Blackboard for students), the return of normal operations increased the need for paper in documentation and requirements of the schools. Although resources are renewable, the Company also recognizes that the process of making paper has considerable environmental impact if it is not sustainably sourced. The individual schools continue to implement various programs designed to reduce paper consumption.

### Discussion on Opportunities

The IPO schools are committed to continuing paper-less processes previously adopted so paper consumption is not expected to go back to pre-Covid pandemic levels. IPO is also looking for ways to (1) integrate more paper reduction initiatives in its processes, and (2) further improve current programs and practices among the subsidiary schools designed to reduce paper consumption.

## Ecosystems and Biodiversity

**Table 9. Ecosystems and biodiversity**

Disclosure	Quantity	Units
Operational sites owned, leased, managed in, or adjacent to, protected areas and areas of high biodiversity value outside protected areas	None	#
Habitats protected or restored	None	ha
IUCN Red List species and national conservation list species with habitats in areas affected by operations	None	

## Ecosystems and biodiversity

### Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

This topic is not material to IPO as the Company does not have operations in or adjacent to protected areas or areas of high biodiversity value. However, the schools still participate in environmental-related CSR activities, such as helping safeguard protected areas. Mapua regularly conducts native tree-planting activities and takes care of the trees already planted in a protected site in Rizal as part of its CSR activities.

Environmental impact management

Air Emissions

Table 10. 2019 to 2024 GHG Emissions

Disclosure	Units	2019 (Pre-pandemic)	2020	2021	2022	2023	2024	% PY Change
Direct (Scope 1) GHG Emissions <sup>1</sup>	Tonnes CO2e	48.65	95	63.25	108.54	215.35	182.31	(30%)
Energy indirect (Scope 2) GHG Emissions <sup>2</sup>	Tonnes CO2e	9,324.76	3230.50	2,065.83	3,663.87	6,891.32	7610.92	20%
Emissions of ozone-depleting substances (ODS)	Tonnes CO2e	0	0	0	0	0	0	0

1 Scope 1 emissions calculated using Greenhouse Gas Protocol calculation tools: <https://ghgprotocol.org/calculation-tools>

2 Scope 2 emissions calculated using Grid Emissions Factors (GEFs) provided by the Department of Energy (DOE): <https://www.doe.gov.ph/electric-power/2015-2017-national-grid-emission-factor-ngef>

Figure 9. 2019 to 2024 Scope 1 GHG Emissions

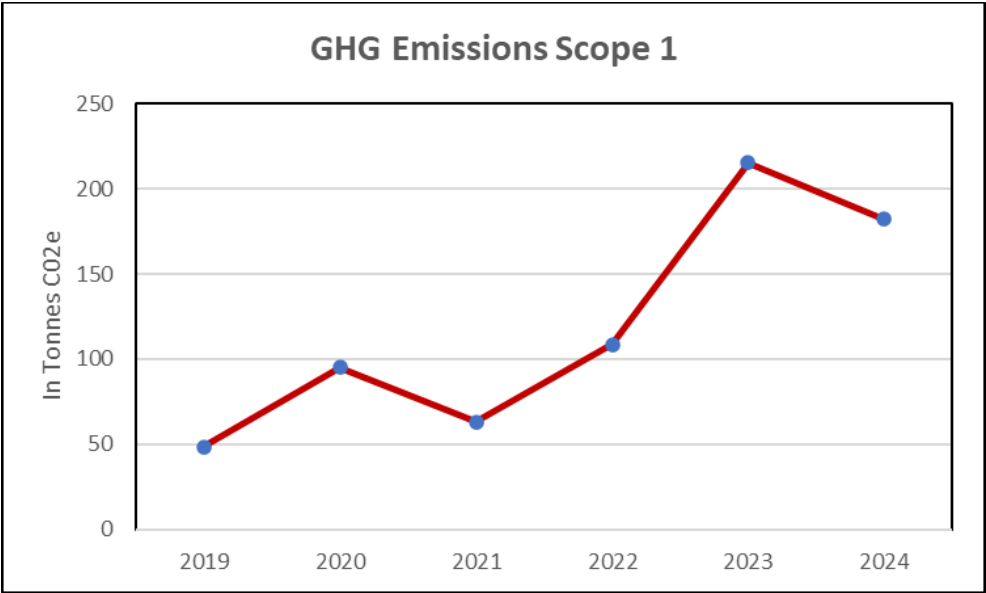
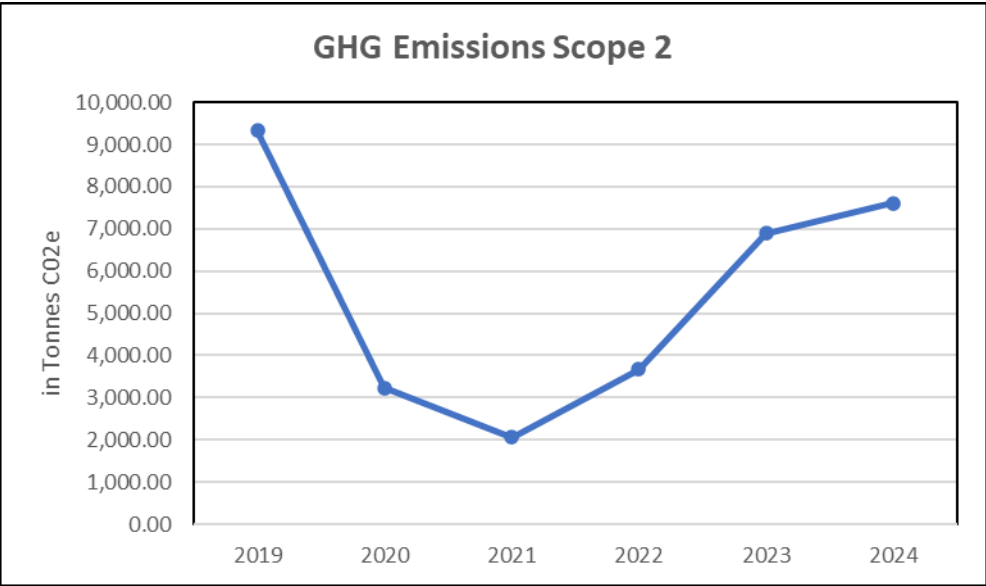


Figure 10. 2019 to 2024 Scope 2 GHG Emissions



**GHG Emissions**

**Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach**

Greenhouse gases (GHGs) are responsible for anthropogenic climate change, and climate change will have a severe impact on IPO’s areas of operations through stronger and more frequent weather disturbances, changes in rainfall patterns, flooding, increasing surface temperature, and the like. Therefore, monitoring and controlling the Company’s GHG emissions is also an important contribution to nation-building.

IPO’s GHG emissions are dependent on the type and amount of energy used. Majority of the Company’s GHG emissions are Scope 2 due to the extensive use of electricity in operations. In 2024, for Scope 1, a 30% decrease in direct emissions was recorded while there was a 20% increase in Scope 2 emissions due to the increase in energy consumption resulting from the resumption of face-to-face classes and normal onsite operations. The values for 2024 are higher than the totals in 2023 but still relatively lower than the pre-pandemic levels.

The IPO schools strictly implement preventive maintenance for facilities and equipment, replacement of LED lights from fluorescent units, replacement of non-inverter air conditioning units to inverter-type, as well as behavioral approaches such as checking and shutting off all electrical equipment when not in use. Environmental programs were established by Mapua to reduce the consumption of electricity and in line with its ISO 14001:2015 Certification.

**Discussion on Opportunities**

The Company is still in the process of integrating approaches and identifying opportunities across all its subsidiaries.

## Air Pollutants

**Table 11. List of Air Pollutants**

Disclosure	Quantity	Units
NOx	Not applicable	kg
SOx	Not applicable	kg
Persistent organic pollutants (POPs)	Not applicable	kg
Volatile organic compounds (VOCs)	Not applicable	kg
Hazardous air pollutants (HAPs)	Not applicable	kg
Particulate matter (PM)	Not applicable	kg

### Air pollution

#### Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

IPO potential sources of air pollutants are standby generator sets. As these are for standby only, they are only used if grid power is unavailable. All generators requiring Permit to Operate (PTO) are compliant with the PTO's conditions, including NOx and CO emissions. Compliance is met through emissions testing and quarterly submission of the Self-Monitoring Report (SMR) to DENR. Thus, air pollution is not a material topic for the Company.

#### Discussion on Opportunities

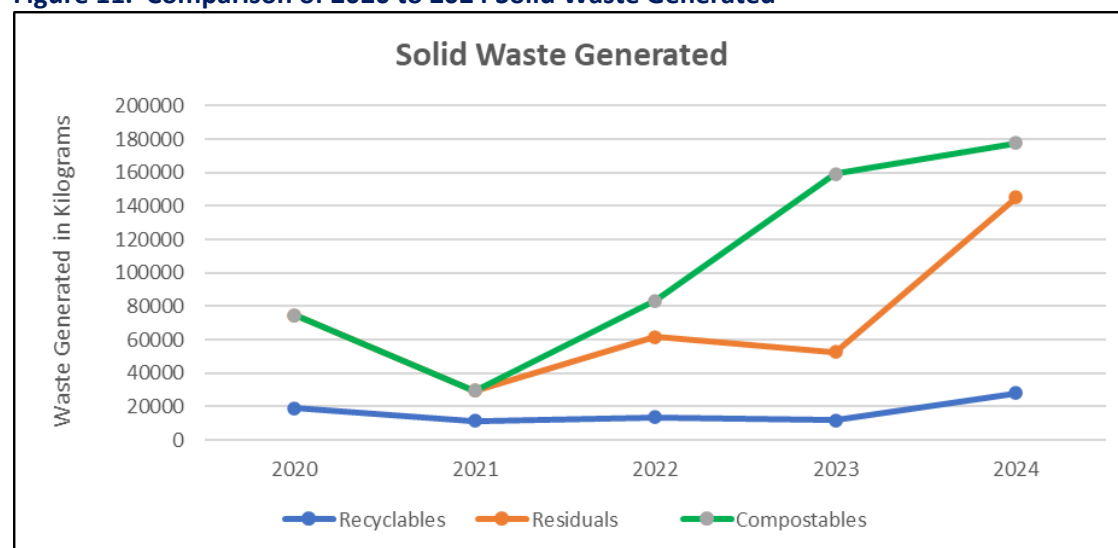
IPO is still in the process of integrating approaches and identifying opportunities across all schools. However, individually, the subsidiary schools, such as Mapua, MMCL, MMCM and NTC, through research and innovation can help find solutions to reduce air pollution.

## Solid and Hazardous Wastes

**Table 12. 2020 to 2024 Solid Waste Generated**

Disclosure	2020	2021	2022	2023	2024	% PY Change
<b>Total solid waste generated in kg</b>	<b>74,769.14</b>	<b>29,312.41</b>	<b>83,157.54</b>	<b>159,346.19</b>	<b>177,802.84</b>	<b>12%</b>
Recyclable (kg)	18,946.67	11,422.94	13,633.74	11,691.35	27,872.7	138%
Composted (kg)	0	0	21,483.93	40,978.06	32,781.26	-20%
Incinerated (kg)	0	0	0	0	0	0
Residuals/Landfilled (kg)	55,822.47	17,889.47	48,039.87	106,676.78	117,148.88	10%

**Figure 11. Comparison of 2020 to 2024 Solid Waste Generated**



### Solid waste

#### Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

Solid waste is produced from discarded school and office materials, as well as waste from the kitchens and cafeterias. Solid waste is a risk to both human health and the environment. Improper disposal of solid waste can lead to the spread of diseases and the release of harmful substances into the environment. It is also violation of R.A. No. 9003 or the Ecological Solid Waste Management Act of 2000, and poses regulatory risks and serve as a poor example to the Company's stakeholders, especially to the students. It will also have an impact on aesthetics and cleanliness of the schools.

The waste generated by IPO comes from the thousands of students, faculty, staff, and visitors who use the school facilities. In 2024, there was a substantial increase in the solid waste generated, resulting from the increased on site activities, return to normal

operations in the IPO schools’ campuses and increase in student population. However, the waste generated in 2024 is still substantially lower than the pre-pandemic levels.

Solid waste management in the schools is practiced through consistent reminders on solid waste management, waste segregation at source, recycling programs, waste reduction programs (e.g., promotion of Bring Your Own containers/cups/utensils to reduce single-use plastic) and having a Materials Recovery Facility (MRF) in each school. Solid waste disposal is done by DENR-accredited waste haulers and disposed at accredited landfills.

Discussion on Opportunities

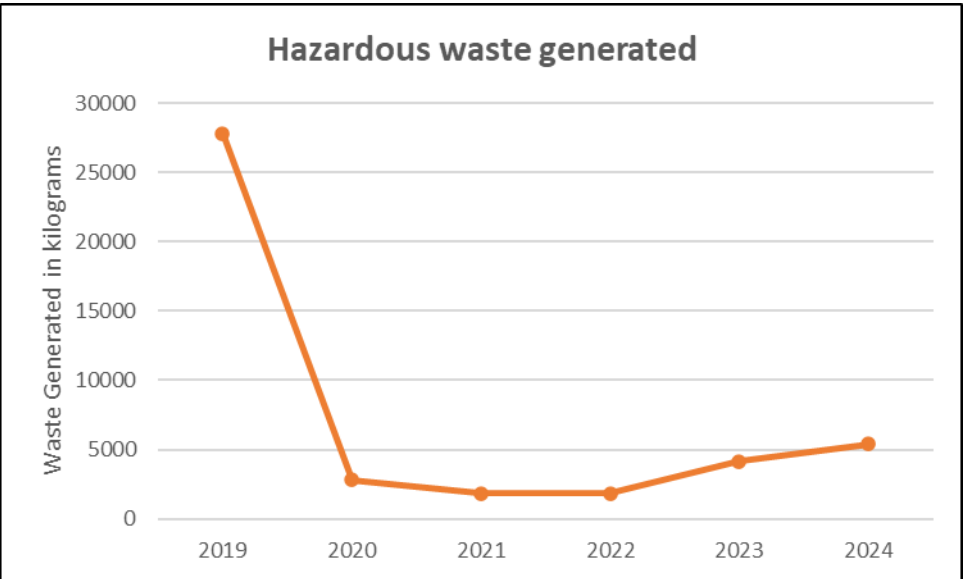
IPO is still in the process of integrating approaches and identifying opportunities across all schools. However, each subsidiary school may explore ways to further reduce or find alternative uses for its solid waste and set targets for waste management.

Hazardous Waste

Table 13. 2019 to 2024 Hazardous Waste Generated

Disclosure	2019 (Pre-pandemic)	2020	2021	2022	2023	2024	% PY Change
Total weight of hazardous waste generated (kg)	27,842.78	2,792.97	1,827.91	1,825.90	4,154.98	5,404.80	30%
Total weight of hazardous waste transported(kg)	27,842.78	2,792.97	1,827.91	1,825.90	4,154.98	5,404.80	30%

Figure 12. Comparison of 2019 to 2024 Hazardous Waste Generated



**Hazardous Waste**

**Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach**

Hazardous waste poses a serious risk to human health and safety and the environment. Risks include accidental spills, deliberate releases into the environment, improper storage, and improper disposal. These risks, if left unmanaged, may lead to injuries, potential fatalities, potential death of flora and fauna, and severe pollution of the environment. This may also result in legal and regulatory repercussions for the Company. In 2024, there was an increase in the amount of hazardous waste generated by IPO and its schools. This was due to the increase onsite activity such as laboratory classes which generated most of the hazardous waste. However, the values in 2024 are substantially lower than the pre-pandemic levels.

Hazardous wastes are a serious health and safety concern. As such, all existing regulations on hazardous waste handling, storage, transport, and treatment/disposal are strictly observed. Majority of the hazardous wastes produced by the schools are chemical waste from the school laboratories. Students who work with chemicals in their laboratory classes are taught proper laboratory safety techniques. They are also not allowed to work without proper supervision and safety equipment, such as lab gowns and goggles. Laboratory assistants are licensed chemists to ensure that they know how to safely handle hazardous wastes. Appropriate personal protective equipment (PPE) is also provided. The wastes are stored in a secured, on-site hazardous waste storage room. Treatment/disposal is done via DENR-accredited hazardous waste haulers and treaters. Records are kept by the schools with the Certificate of Treatment provided by these treaters for the hazardous waste hauled and/or treated.

**Discussion on Opportunities**

Existing protocols, procedures, and technologies used are currently being assessed to improve the school’s processes as to minimize the generation of hazardous waste.

**Effluents**

**Table 14. 2024 Effluents**

Disclosure	Quantity	Units
Total volume of water discharge	21044.67	Cubic meters
Percent of wastewater recycled*	1	%

\*Only MMCM recycles its wastewater.

**Effluents**

**Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach**

Improper wastewater discharge has a negative effect on the environment through pollution, increased sedimentation, and potentially spreading diseases. It may lead to legal and regulatory issues for IPO.

The IPO subsidiary schools are either connected to a centralized sewage treatment plant (STP) of the government accredited water concessionaires such as Maynilad or Manila Water, connected to its own septic tank, or operates its own STP like MCM. These are all in compliance with DENR requirements on wastewater discharge.



MMCM is the only school within IPO that operates its own STP. The STP has a Discharge Permit, and wastewater parameters are monitored and complied with in accordance with the permit requirements. This is accomplished through regular monitoring and preventive maintenance. MCM uses the treated wastewater for watering the landscape. This solution is also being adopted in the new Mapua campus in Makati. The rest of the schools are connected to the centralized sewage treatment plants of government accredited water concessionaires (i.e., Manila Water or Maynilad, etc.).

**Discussion on Opportunities**

IPO is still in the process of integrating approaches and identifying opportunities across all schools. However, individually, the subsidiary schools may explore ways to reuse treated water.

**Environmental compliance**

**Table 15. Non-compliance with Environmental Laws and Regulations**

Disclosure	Quantity	Units
Total amount of monetary fines for non-compliance with environmental laws and/or regulations	0	PhP
No. of non-monetary sanctions for non-compliance with environmental laws and/or regulations	0	#
No. of cases resolved through dispute resolution mechanism	0	#

**Compliance**

**Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach**

IPO strives to comply with all environmental laws applicable to the Company’s operations. Any non-compliance has regulatory risk, resulting in fines and/or sanctions which could disrupt the schools’ operations and/or classes. The Company did not receive any fines or sanctions for the reporting period. The company ensures that all subsidiary schools comply with applicable environmental laws. Most of the schools are required to have their own Pollution Control Officers who are tasked to closely monitor their respective school’s compliance.

**Discussion on Opportunities**

No opportunities were identified during this reporting period.

## SOCIAL

### Employee Management

#### Employee Hiring and Benefits

**Table 16. Employee data**

Disclosure	Quantity	Units
Total number of employees <sup>1</sup>	1895	#
a. Number of female employees	1061	#
b. Number of male employees	835	#
Attrition rate <sup>2</sup>	5%	rate
Ratio of lowest paid employee against minimum wage	1.05:1	ratio

<sup>1</sup> Direct Hires (computed as permanent employees + temporary employees for 2023)

<sup>2</sup> Attrition rate is computed as (number of new hires – number of turnover)/(average of total no. of employees of previous year and total no. of employees of current year. May also be considered as Labor Turnover.

**Table 17. Consolidated employee benefits**

List of Benefits	Y/N	% coverage to female employees	% of female employees who availed for the year	% coverage to male employees	% of male employees who availed for the year
SSS	Y	76%	68%	75%	40%
PhilHealth	Y	76%	68%	75%	30%
Pag-ibig	Y	76%	68%	75%	39%
Parental leaves <sup>1</sup>	Y	52%	41%	68%	34%
Vacation leaves <sup>1</sup>	Y	55%	55%	58%	53%
Sick leaves <sup>1</sup>	Y	40%	35%	45%	38%
Medical benefits (aside from PhilHealth)	Y	64%	37%	40%	39%
Housing assistance (aside from Pag-ibig)	N	0%	0%	0%	0%
Retirement fund (aside from SSS) <sup>2</sup>	Y	11%	.33%	10%	.3%
Further education support <sup>3</sup>	Y	15%	12%	14%	8%

List of Benefits	Y/N	% coverage to female employees	% of female employees who availed for the year	% coverage to male employees	% of male employees who availed for the year
Company stock options	N	0%	0%	0%	0%
Telecommuting <sup>4</sup>	Y	35%	36%	34%	32%
Flexible Working Hours <sup>5</sup>	Y	1%	.7%	1%	.5%

"Coverage" was defined as the proportion of employees who are entitled to receive that benefit.

"Availed" was defined as the proportion of covered employees who used the benefit. Benefits discussed are available to Permanent employees

1 Parental, vacation, and sick leaves are provided upon regularization.

2 Offered by Mapua schools (MESI, MMCL, MMCM, MHSS), NTC, and UNC. Not offered by IPO parent company and APEC Schools.

3 Offered by MESI, MMCL, MMCM, NTC, and UNC. Not offered by iPeople parent company, MHSS, and APEC

4 Offered by all IPO schools due to the COVID pandemic.

5 Offered by all IPO schools on a limited scale due to the COVID pandemic.

### Employee data and benefits

#### Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

IPO employs competent and highly qualified faculty to provide the best education to its students and establish its reputation of providing quality and accessible education. In 2024, the risks reported include delays in hiring qualified personnel, lack of qualified personnel for the position, and high personnel turnover. Inadequate number of faculty may result in operational disruptions (as some subjects may not be offered), and burnout of existing faculty (due to taking additional load to fill the gaps) and increased costs due to overtime or overload pay.

Faculty members are vital to the schools' operations. IPO subsidiary schools address the risk of losing good faculty by offering competitive salaries; providing benefits which are comparable to the other schools and above the minimum set by law; opportunities for training and development and for further study is given; research opportunities and incentives for research publications; and support for local and international paper presentations. Children of employees also receive discounts if enrolled in IPO schools. IPO also invests in a company culture that is nurturing and supportive.

IPO and its subsidiary schools experience high employee turnover due to the lingering effects of the pandemic. There was a continued reduction of personnel for the IPO schools, since some of the processes were digitized, classes were done remotely or online or converted to online processes. As a result, some job positions became redundant or obsolete. The reduction was a result of resignation, redundancy programs or retirement of employees.

#### Discussion on Opportunities

The Company is still in the process of integrating approaches and identifying opportunities across all schools. However, individually, the IPO are implementing policies to attract competent and distinguished faculty but regular evaluation is conducted on the current employee salaries benefits to ensure that they are still competitive and at par with industry standards.

Employee Training and Development

Table 18. 2024 Employee Training Data

Disclosure	Quantity	Units
Total training hours provided to employees*	823,588	hours
a. Female employees	480,021	hours
b. Male employees	343,567	hours
Average training hours provided to employees*	434.6	hours/employee
a. Female employees	452.4	hours/employee
b. Male employees	412.0	hours/employee

\*Permanent employees only.

Employee training and development

Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

Aside from supporting further education, IPO invests in its people through continuous in-house and external training to improve skills and promote career and professional growth. Without this continued investment, IPO risks high employee attrition, operational disruptions, low quality of education provided to students, and loss of Company reputation.

IPO schools have regular assessment programs to assess the needs of their teaching and non-teaching employees. They also provide opportunities for training, certifications, and attendance in seminars and conferences to upgrade their skills. Faculty members are given opportunities for further study and research; incentives for publication; and support for paper presentations both local and international.

Most of the training conducted for faculty and staff were in relation to the online delivery, Artificial Intelligence (AI), Cybersecurity and use of online tools, research and sustainability. Schools also have strong in-house training programs with CPD credits (APEC Schools and Mapua) and in-house training for employees (Mapua). All schools have training facilities in various forms. Majority of the trainings were conducted online and which aimed to improve the online or remote delivery of courses. These online trainings or webinars included topics on the use digital tools and online processes, and certifications. Most trainings in 2024 were still conducted online but a number of trainings already shifted to onsite sessions.

Discussion on Opportunities

Regular review and evaluation on best practices and processes, leveraging on the YGC and AC connections are conducted across all IPO schools, to effectively identify and improve career gaps reviews and designing more effective training programs for employees.

## Labor-Management Relations

**Table 19. Labor- Management Relations Data**

Disclosure	Quantity	Units
% of employees covered with Collective Bargaining Agreements <sup>1</sup>	15	%
Number of consultations conducted with employees concerning employee-related policies	As needed	#

<sup>1</sup> Only Mapua has unions for its teaching and non-teaching personnel.

### Employee training and development

#### Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

Only 15% of IPO employees are members of two separate Collective Bargaining Units (unions) and are covered by two separate Collective Bargaining Agreements (CBAs). Mapua is the only school with unions, namely: the Faculty Association of Mapua Institute of Technology (FAMIT) [faculty union] and the Mapua Institute of Technology Labor Union (MITLU) [non-teaching employees' union].

The unions represent all permanent employees of Mapua University, except for the confidential permanent employees and the Deans of the Schools. CBAs providing for employee benefits and other terms are effective for a period of three to five years. Financial items in the CBA are negotiated after three (3) years, while non-financial or political items are negotiated every five (5) years.

Risks due to negative relations with the union include effect on operations (work stoppage or strike); financial risk (effect on enrollment, productivity), and reputation (loss of confidence in the company by its stakeholders. Unresolved issues with the union may lead to unfair labor practice (ULP), which may be grounds for filing administrative (labor), civil, or criminal cases.

Proactively engaging with the union through informal dialogues and regular Labor Management Council (LMC) meetings and the adherence to transparent and frequent communication under CBA processes reduces the probability of employer-employee dispute. Through engaging and negotiating in good faith, the company and the union execute agreements that are fair and equitable to all concerned.

#### Discussion on Opportunities

To ensure that there is a fair and transparent resolution of all union-related issues, Mapua holds the regular LMC sessions every 2 months or whenever there is a relevant issue which needs to be resolved. LMC sessions may also be used as avenues to eventually agree on the policies that would be beneficial to both management and the employees and to ensure that good relations between the union and the company is maintained.

Diversity and Equal Opportunity

Table 20. Diversity and Equal Opportunity Data

Disclosure	Quantity	Units
% of female workers in the workforce <sup>1</sup>	56	%
% of male workers in the workforce <sup>1</sup>	44	%
Number of employees from indigenous communities and/or vulnerable sector*	3	#

\*Vulnerable sector includes, elderly, persons with disabilities (PWDs), vulnerable women, refugees, migrants, internally displaced persons, people living with HIV and other diseases, solo parents, and the poor or the base of the pyramid (BOP; Class D and E).  
1 Includes both Permanent and Temporary employees.

Diversity and equal opportunity  
Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

IPO implements policies that are inclusive and provide equal opportunity to all employees regardless of sex, gender identity, race, or religion. This is evident in hiring faculty members and employees where such are not considered as factors in hiring.

At present, a number of employees are solo parents and thus belong to the vulnerable sector. These members of the vulnerable sector are given the benefits and consideration due to them in accordance with law and existing company policies.

Such activities for solo parents and adult learners include online lectures and trainings conducted in partner communities of Mapua, as stated in the table below:

Table 21. List of 2024 Online Trainings and Seminars for Solo Parents and Adult Learners

SCHOOL	ADULT EDUCATION/TRAINING
Mapua	Basic Electrical Circuits
	PC Troubleshooting and Networking
	Python App Development
	Micro Video Lectures for ALEAP
	Basic Welding Workshop

IPO’s CSR projects on diversity and equal opportunity continue to cater to women and children. Majority of IPO’s CSR projects also continue to focus on child education such as Mapua Snippets (<https://www.mapuasnippets.com/>). Mapua Snippers provide short videos designed to provide impact learning for young learners. Young members of the vulnerable sectors who are supported through education early on in their lives, have a greater chance to finish their schooling and to become gainfully employed later on. Other projects continued to focus on child education which were conducted by Mapua for partner communities in Pandacan, Manila. Modules and micro-video lectures to supplement classroom subjects which were setup in 2021 are still being continued with auxiliary online learning resources in Mapua Dunong-Lingkod website (<https://dunonglingkod.mapua.edu.ph>), which is under Mapua’s Social Office for Social Orientation and Community Involvement Programs (SOCIP), such as those mentioned in the table below:

**Table 22. List of 2024 Online Modules and Face to Face Programs for Children**

<b>SCHOOL</b>	<b>CHILD EDUCATION</b>
UNC	Brigada Pabasa
MMCM	Program HELP (Help End Learning Poverty)
Mapua	Mapua Snippets
	English Made Easy
	Exploring Singaporean Mathematics
	Art, Art Baby
	Mathang-Isip
	Letralino (smooth drive to our future)
	Literacy and Talent Program for Children
	Pagbasa at Pagintindi para sa Kinabukasan
	VocabuStory
	Glow Slime (The Science of Slime)
	Matematika Sa Pandacan Tungo Sa Magandang Kinabukasan
	MATHikayat
	Back To Your Roots
	MATHALINO
	Pangunahing Kaalaman, Kailangan ng Kabataan
	Explore Beyond Stories
	Mga Alaala ni Bonifacio
	LEARN-ingning
Mapua (Online Auxiliary Learning Resources)	Concepts and Principles of Ecology
	Principles of Environmental Science
	Science Lessons
	Good Health and Well-Being
	Basic Mathematics
	Four Basic Math
	Mathcraft
	English Made Easy
	Voting Awareness
	Ways to take Care of the Environment
	Waste Segregation
	Embracing the New Normal
	Netiquette
	Basic Welding
	LMS Best Practices
	Use of Canva as an LMS

### **Discussion on Opportunities**

IPO is currently evaluating its policies and practices to strengthen its commitment to provide equal opportunity to all and look at possibly working with its partners to provide employment and other opportunities to the vulnerable sector.

Workplace Conditions, Labor Standards, and Human Rights

Occupational Health and Safety

Table 23. Occupational Health and Safety Data

Disclosure	Quantity	Units
Safe Man-Hours	1,597,250	Man-hours
No. of work-related injuries	6	#
· Employees (non-disabling)	6	#
· Students (minor)	276	#
No. of work-related fatalities	0	#
No. of work-related ill-health	0	#
No. of safety drills	4	#

Occupational Health and Safety

Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

IPO considers the health and safety of its students, faculty, and staff as a top priority. Risks include unsafe facilities, lack of accessible healthcare in times of emergency, and lack of knowledge on proper safety procedures and what to do in times of emergency – all of which lead to potential loss of human life and reputation, as well as regulatory penalties.

Standard policies and procedures govern responses to health and safety incidents. In 2024, IPO schools continued to implement their respective Health and Safety Protocols based on CHED, DOH and DTI regulations and ensuring that there is strict compliance cross all the IPO schools. Health and safety reminders and health bulletins are also regularly communicated school-wide through postings in their websites, emails, and social media.

Safety drills on fire and earthquakes are also conducted regularly as required by law and the schools’ policies in 2024. First aid training is also given to both employees and students. Policies and emergency procedures are in place and may be readily implemented in case of natural disasters such as floods, fires, earthquakes, and other situations such as bomb threats and pandemic events (i.e., COVID pandemic).

In addition, as a minimum health standard each school has a clinic staffed with healthcare providers to address injuries or sickness that occur on-campus.

Discussion on Opportunities

IPO is the process of evaluating its health and safety protocols to ensure that such protocols cover all circumstances that may affect the health and safety of its employees and students, particularly in the event of calamities, natural disasters, and pandemic



events. This includes the possibility of having regular structural audits to monitor and ensure the structural health of school buildings and other structures within the schools' campuses, and regular review and audit of the IPO schools health and safety protocols which cover pandemic events such as the COVID pandemic.

## Labor Laws and Human Rights

**Table 24. Legal actions on Forced or Child Labor**

Disclosure	Quantity	Units
No. of legal actions or employee grievances involving forced or child labor	0	#

**Table 24. Policies Disallowing Violation of Human Rights**

Do you have policies that explicitly disallows violations of labor laws and human rights (e.g. harassment, bullying) in the workplace?

Topic	Y/N	If Yes, cite reference in the company policy
Forced labor	N	Not explicitly stated in company policy but done as a matter of practice
Child labor	N	Not explicitly stated in company policy but done as a matter of practice
Human Rights	Y	The Employee Manuals of each school and IPO Parent

## Labor laws and human rights

### Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

IPO strictly observes human rights laws, particularly those against forced labor and child labor. While forced labor and child labor are not explicitly addressed in company policy, it is addressed as a matter of practice as the Company complies with all relevant national and local laws in the areas where it operates in. Risks for non-compliance of labor laws include regulatory penalties, loss of reputation for the Company, and even civil and criminal penalties.

As a matter of policy, IPO schools do not tolerate bullying or harassment of any kind. The IPO schools have strict anti-bullying policies for students. These policies are specifically included in their student manuals, in compliance with existing laws against bullying. These policies also provide for the instances covered and the procedure for handling cases of bullying, including intervention, remedial measures, and penalties in case of violation.

IPO and its subsidiary schools also have strict sexual harassment policies that are incorporated in their respective employee manuals. The policies include the circumstances which constitute sexual harassment, the process for filing complaints, conduct of investigation and hearings, and the penalty for violation of the policies.

Online seminars, briefings and orientations are also conducted to ensure that employees and students are aware of the policies and to make sure that they comply with the provisions of the manuals.

**Discussion on Opportunities**

The Company is still in the process of integrating approaches and identifying opportunities across all schools. However, individually, the subsidiary schools are evaluating their current policies to update them and ensure that these policies comply with new laws and issuances.

**Supply Chain Management**

Supply chain management is performed at the YGC Group level. All vendors are screened and vetted, and purchases adhere to procurement policies, procedures and guidelines. The YGC Group has a supplier accreditation policy.

**Table 25. Sustainability Topics Considered in Supplier Accreditation**

Do you consider the following sustainability topics when accrediting suppliers?

Topic	Y/N	If Yes, cite reference in the supplier policy
Environmental performance	Y	Now included in the YGG group supplier Accreditation Policy
Forced labor	N	Not explicitly mentioned in the Supplier Accreditation Policy, but it is implicit due to suppliers being required to comply with all laws.
Child labor	N	Not explicitly mentioned in the Supplier Accreditation Policy, but it is implicit due to suppliers being required to comply with all laws.
Human rights	N	Not explicitly mentioned in the Supplier Accreditation Policy, but it is implicit due to suppliers being required to comply with all laws.
Bribery and corruption	Y	Code of Ethics for Suppliers, section on Bribes, Kickbacks, and Gifts from Suppliers

For IPO parent and all Mapua Schools (MESI, MCL, MHSS and MCM) the accreditation of suppliers in handled by the YGC Group. The other schools (NTC and UNC) have their own supplier accreditation process.

**Supply chain management**

**Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach**

IPO schools’ operations require large amounts of supplies and outsourced personnel. Oftentimes in the supply chain, the end-users (such as IPO) are more visible to the public compared to their suppliers. Thus, any non-compliance or negative perception of IPO suppliers may result in reputational risks for the Company, as well as possible regulatory non-compliance.

Each vendor undergoes a strict vetting and accreditation process. As part of the accreditation process, they are required to submit valid proof of compliance with all applicable regulations, such as business permit, DOLE clearance, and environmental permits. In 2022, YGC group wide initiatives were implemented and continued in 2024 to encourage suppliers to adopt sustainability practices

by including sustainability practices compliance as part of the accreditation process. This includes submission of a sustainability compliance attestation and a vendors facilities checklist. These requirements cover environmental, ethical, social and economic aspects as part of the criteria for evaluating compliance.

Discussion on Opportunities

YGC Group procurement may consider the potential inclusion of ESG Policies in the accreditation process, particularly in the questionnaires and forms required from suppliers.

Relationship with Community

Table 26. Significant Impacts on Local Communities

Operations with significant (positive or negative) impacts on local communities (exclude CSR projects; this has to be business operations)	Location	Vulnerable groups (if applicable)*	Does the particular operation have impacts on indigenous people (Y/N)?	Collective or individual rights that have been identified that or particular concern for the community	Mitigating measures (if negative) or enhancement measures (if positive)
Operation of schools (K-12, undergraduate, post-graduate)	Luzon, Mindanao	The poor (Class D and E) as part of NSTP Adoption of Communities	No	None	None

*\*Vulnerable sector includes children and youth, elderly, persons with disabilities, vulnerable women, refugees, migrants, internally displaced persons, people living with HIV and other diseases, solo parents, and the poor or the base of the pyramid (BOP; Class D and E)*

Table 27. Free and Prior Informed Consent and Certification Pre-conditions

For operations that are affecting IPs, indicate the total number of Free and Prior Informed Consent (FPIC) undergoing consultations and Certification Preconditions (CPs) secured and still operational and provide a copy or link to the certificates if available:  
**NOT APPLICABLE**

Certificates	Quantity	Units
FPIC process is still undergoing	Not Applicable	#
CP secured	Not Applicable	#

Significant impacts on local communities

Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

IPO schools have significant impact on the local communities around the school as hubs for thousands of students, faculty, and staff. In areas near the schools, there is a significant number of businesses that cater to the needs of the students (e.g., eateries, photocopying services, dormitories, etc.). These contribute to the economic development of the area. However, a potential negative impact is the increased traffic around the school areas due to increased travel around the area to service students.

IPO works with the local government units (LGUs) to develop traffic routing schemes as well as coordination on institutional activities which may affect traffic in the area, to lessen the schools’ impact on the traffic situation, and to ensure that such will not hamper or impede the flow of traffic. In 2024, the IPO schools continue to coordinate with the LGUs on the implementation of health and safety protocols, continue to offer online platforms to deliver classes, distance learning modules, and fully online programs to diversify their offerings. Currently, all IPO schools deliver online and hybrid classes on a school-wide level. Fully online degree programs continued to be offered, as well as online application, examinations enrollment and the use of e-books to minimize the need for onsite transactions and which facilitate faster processing of transactions.

**Discussion on Opportunities**

The Company is still in the process of integrating approaches and identifying opportunities across all schools. However, the schools have already implemented and completed several online and distance learning projects.

**Customer Management**

**Customer Satisfaction**

**Table 28. Customer Satisfaction: Net Promoter Score and Happiness Survey**

Disclosure	Score	Did a third party conduct the customer satisfaction study (Y/N)?
Customer satisfaction		
Net Promoter Score	10.09	No. Done internally by the school
Student Happiness Survey	5.74	No. Done internally by the school

\*Net Promoter Score is based on Mapua, MMCL, MMCM, NTC and UNC.  
 \*\*Student Happiness Survey is based on NTC, Mapua, MMCM, MCL and UNC schools.

**Customer management**

**Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach**

IPO ensures that its offered programs, from K-12, undergraduate, and postgraduate, comply with applicable laws and regulations and meet the needs and expectations of students and parents in terms of knowledge and experience gained, overall school experience, and value for money.

Methodologies for student evaluations of the schools’ services vary per school and grade level. In 2024, the IPO schools asked students to provide online evaluations of teachers and the schools’ services and asked to answer the Net Promoter Score and Student Happiness surveys. The feedback from the evaluation is used to improve the schools’ delivery of services and develop programs and plans which address various student issues and concerns.

**Discussion on Opportunities**

IPO continue to use these methods to improve their delivery of service. However, the surveys and methodologies are periodically reviewed to ensure that they provide a fair and accurate evaluation.

## Health and Safety

**Table 29. Complaints on Health and Safety**

Disclosure	Quantity	Units
No. of substantiated complaints on product or service health and safety*	0	#
No. of complaints addressed	0	#

*\*Substantiated complaints include complaints from customers that went through the organization's formal communication channels and grievance mechanisms as well as complaints that were lodged to and acted upon by government agencies.*

## Health and Safety

### Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach

IPO considers health and safety to be a top priority. Risks include the spread of diseases and pandemic events, natural disasters such as floods, fires, earthquakes, and other situations such as bomb threats. Policies and emergency procedures, safety and health protocols are in place and may be readily implemented in case of pandemic events or natural disasters. Orientations and briefings and safety and emergency drills are regularly conducted. Videos on safety procedures in case of earthquakes and fires were also made as part of the information and awareness campaigns to ensure employees and students know what to do in case of fires, floods, earthquakes, and other emergency situations.

IPO schools have Health and Safety Committees that regularly meet to update policies and discuss issues on health and safety. They also have written policies and guidelines to address complaints concerning health and safety. Schools are required to have licensed healthcare professionals (doctors, nurses, and dentist) on-site to provide adequate healthcare to students and employees. Aside from these, they also have designated Health and Safety Officers. To involve the population, awareness campaigns and seminars on health and safety are regularly conducted, as well as fire and earthquake drills. Awareness campaigns continued to be conducted online through regular postings and bulletins in websites and social media.

### Discussion on Opportunities

IPO regularly evaluates the health and safety programs of the subsidiary schools (1) to ensure that all scenarios and the risks involved which affect the health and safety of students and employees are covered, and to (2) improve current programs to fill in gaps in the processes.

## Marketing and Labelling

**Table 30. Marketing and Labelling**

Disclosure	Quantity	Units
No. of substantiated complaints on marketing and labelling*	0	#
No. of complaints addressed	0	#

*\*Substantiated complaints include complaints from customers that went through the organization's formal communication channels and grievance mechanisms as well as complaints that were lodged to and acted upon by government agencies.*

**Marketing and Labelling**

**Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach**

IPO takes particular care to not misrepresent itself to its customers and other stakeholders. Risks include loss of reputation of the company, especially with the widespread use and reach of social media. The schools’ reputation is part of its marketing strength.

Marketing teams of the IPO Schools evaluate and check all marketing materials to ensure that information and claims made on the schools’ successes and achievements are accurate. For time-sensitive information, such as rankings, certifications, and board exam passing rates, time references are always included in materials. Periodic review of the schools’ websites and other relatively permanently available materials are also done to ensure that they are updated and contain accurate the information. IPO has policies and procedures to address complaints on marketing and false or inaccurate information.

**Discussion on Opportunities**

IPO and its subsidiary schools regularly evaluate current marketing and communication strategies of the schools. This is to ensure that the strategies are appropriate and responsive to the needs of the schools. Plans to upgrade the skills of its current marketing teams which includes crisis communications, management training, and social media management are also being evaluated.

**Customer privacy**

**Table 31. Customer Privacy Data**

Disclosure	Quantity	Units
No. of substantiated complaints on customer privacy*	0	#
No. of complaints addressed	0	#
No. of customers, users and account holders whose information is used for secondary purposes	0	#

*\* Substantiated complaints include complaints from customers that went through the organization’s formal communication channels and grievance mechanisms as well as complaints that were lodged to and acted upon by government agencies.*

**Customer privacy**

**Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach**

As IPO and its subsidiary schools are primarily education providers, they collect and have access to personal and sensitive information of students and employees.

No substantiated complaint on data privacy was recorded in 2024. As a matter of policy, IPO and its subsidiaries respect and uphold data privacy rights and ensure that all personal data collected from students, their parents or guardians, employees, and other third parties are processed pursuant to provisions of the Data Privacy Act of 2012 as reflected in their respective Data Privacy Manuals.

Designated Data Privacy Officers (DPOs) are tasked to ensure compliance with the Data Privacy Act by implementing the data privacy policies of the schools. They also conducted seminars and orientations on data privacy to ensure that the schools also strictly comply not only with the Data Privacy Act, but also with the provisions of the Manual of Regulations on Private Higher Education (MORPHE) and the Manual of Regulations on Private Schools (MRPS) on the confidentiality of student records and information. Privacy

notices and data privacy statements are present in school forms so that students and parents are informed of how their information will be used. The schools also have policies and protocols in place to handle complaints and inquiries on data privacy. Audits on the data privacy policies and their implementation are also regularly conducted for some of the schools. Online modules on data privacy are regularly cascaded to and answered by employees to ensure that they understand and apply the data privacy policies.

**Discussion on Opportunities**

IPO and its subsidiary schools regularly evaluate policies on customer privacy to ensure that they continue to secure the student and employee records and data, and that the policies are updated and compliant with current laws and regulations.

**Data Security**

**Table 32. Data Breaches**

Disclosure	Quantity	Units
No. of data breaches, security incidents, including leaks, thefts and losses of data	0	#

**Discussion on Impacts and Risks: Where they occur, stakeholders affected, and management approach**

IPO schools have IT policies on data security which are strictly implemented and regularly updated by their respective departments. Data security drills and exercises are also conducted. Students, faculty, and staff are informed about data security through awareness campaigns on the prevention of cybersecurity crimes and data security issues. Some schools also hire a third party to manage their cybersecurity systems.

The schools have their respective policies and procedures in case of data breach, or violation of data security policies. The schools also have existing data management policies, guidelines, and procedures for handling and reporting data breaches. Audits of the data security policies and systems are also regularly conducted for some of the schools. Online modules on data security are regularly cascaded and answered by employees to ensure that understand and apply the data security policies.

In 2024, no data security breach or incident affecting student or employee data was reported.

**Discussion on Opportunities**

IPO and its subsidiary school are strictly implementing their respective data privacy policies to ensure that they continue to secure the student and employee records and data. These policies are regularly updated to ensure that they are compliant with current laws and regulations, and that these were cascaded with the students and employees.

## UN SUSTAINABLE DEVELOPMENT GOALS

**Table 33. Product or Service Contribution to UN SDGs**

Key products and services and the contribution to sustainable development.

Key Products and Services	Societal Value / Contribution to UN SDGs	Potential Negative Impact of Contribution	Management Approach to Negative Impact
Education from kindergarten to post-graduate (depending on the school); non-certificate courses and trainings	<p>4.3 Equal access to affordable technical, vocational, and higher education</p> <p>4.B Expand higher education scholarships for developing countries</p> <p>4.C Increase supply of qualified teachers in developing countries</p> <p>8.6 Promote youth employment, education, or training</p>	<p>Inaccessible to lower-income Filipinos particularly since hybrid, online or remote delivery is being implemented</p> <p>Increase in number of internally funded-scholarships and discounts is not cost-effective for the schools</p> <p>High quality of graduates results in high demand and pay offered by companies both here and abroad, which results in loss of employees (e.g. qualified faculty) for IPO</p>	<p>Partnerships for scholarships (government and private)</p> <p>Internally-funded scholarships and discounts to allow the lower income segments to enroll.</p> <p>Offer competitive pay, benefits, and incentives for employees and faculty such as opportunity for further study, research incentives, and support for paper presentation</p>
Research and development	Innovation and research that contributes to knowledge and/or contributes to an improved quality of life for Filipinos.	Cost of R&D (overspending)	Develop commercially viable projects, those that are “useful to society”, and those that may solve problems of communities or provide solutions to industries; Partner with government agencies (DOST) for funding of R&D projects.

### SDG 4 Quality and Accessible Education

**Enrollment.** Composed of six (6) schools with various campuses in Luzon and Mindanao, IPO offers education from kindergarten to post-graduate (depending on the school). In 2024, an average of 74,978 students enrolled in IPO schools, from basic education (K+12) to post-graduate, and an average of 40,499 students enrolled in non-degree certification programs and trainings. Forty-four percent (44%) of the students belonged to economic segments E, D, and C2, with monthly household income ranging from below ₱10,000 to ₱64,999.



**Scholarships.** In 2024, IPO continued to provide ₱196,948,935.27 in scholarships to around 2,732 deserving students. IPO also assisted students in applying for government scholarships in the total amount of ₱229,051,671.10. Discounts on tuition and fees were also given to students amounting to around ₱61,674,672.46.

Aside from scholarships, providing affordable quality education that is accessible to segments with lower income levels is also embedded in the business model of some IPO schools. APEC Schools (which was merged with National Teachers College in the 3rd quarter of 2023) is a chain of private high schools offering affordable education from Grades 7 to 12, with the goal of preparing its graduates for immediate employment or to pursue higher education. It has managed to do this even while offering a tuition fee rate that is relatively lower compared to other private high schools since its establishment in 2012.

IPO's achievements in graduating students who are ready for higher education and/or employment is seen in high graduates' employment rate (65%). In 2024, IPO schools produced 6762 graduates in senior high school, undergraduate, and post-graduate. Of these, 65% received job offers within 120 days of graduation, with 7% offered employment by multinational corporations or are offered jobs abroad. These graduates then become productive members of society. The schools also continue to assist students in applying online for jobs through a centralized and revamped online internship program, online career coaching and career fairs, and activities designed to mimic the job application process.

**World Recognition.** As a testament to IPO's continuing efforts to help improve the quality of education in the schools, and elevate the same to world class standards, Mapúa University maintained its Times Higher Education (THE) World University Rankings (WUR) in 2024 and has been placed among the top six percent of the world's higher educational institutions. Mapúa ranked 1501+ among 1,799 universities across 104 countries, and one of only **five (5)** universities from the Philippines who made it to the list. The achievement is a result of Mapua's 20-year campaign focused on teaching quality and capability, research, and international linkages. In 2024, Mapua was also ranked 601-650 in Quacquerelli Symonds (QS) Asian World University Rankings 2024 and was also awarded an overall 4-star rating in the QS Stars. MMCL was also given a 3-star rating in the QS Stars in 2024.

Four (4) IPO schools were ranked in the Times Higher Education (THE) Impact Rankings which measures the social, economic and environmental impact of a school based on the United Nations Sustainable Development Goals (SDGs). For the 4<sup>th</sup> straight year, Mapúa has been included in the THE Impact Rankings with a rank of 801-1000<sup>th</sup> overall rank in 2024, from 601–800 rank obtained in 2023 and 2022, from the 801–1000 rank in 2021. It has been ranked in all 17 SDGs since 2022 which is an increase from the initial six SDGs in 2021. MMCL was ranked for the first time with an overall rank of 1501+. MMCM and UNC were also ranked in various SDGs in 2024. MMCM was ranked in 3 SDGs (SDG 5- Gender Equality, SGD 8- Decent Work and Economic Growth and SDG 17- Partnerships for the Goals), and UNC is one (SDG 4- Quality Education).

Mapua's online delivery of courses also achieved recognition in 2022 with Mapúa University's ÚOx or Ubiquitous Online Experience Program being awarded the Gold Award for Digital Readiness from the prestigious Wharton-QS Reimagine Education Awards 2022. This was the first time a Philippine higher education institution (HEI) has received a top category award in the global competition, which honors groundbreaking approaches towards digital education, which increase student learning outcomes and improve student employability.

**Board Examination Performance.** For those taking board exams, the schools have correlation programs designed to assist and ensure that the examinees are prepared to take board examinations. This is supplemented by holding review sessions that, in turn, translate to higher passing rates in the board examinations. The IPO schools consistently have passing rates which are well-above the

national passing rates, which is proof of the quality of graduates that the schools are producing. The following table shows the passing rates for top-performing courses for 2024:

**Table 32. 2023 Board Passing Rates for Top-Performing Courses**

School	Top-Performing Courses	Board Exam Passing Rate (%) (Overall with re-takers)	National Average Passing Rate (%)
Mapua	Architecture	93.62%	60.44%
	Electrical Engineering	78.57%	54.12%
	Environmental and Sanitary Engineering	80.00%	72.00%
	Chemistry (Chemical Technician)	91.30%	77.83%
MMCL	Chemical Engineering	83.87%	68.97%
	Electrical Engineering	100.00%	54.12%
MMCM	Mechanical Engineering	100.00%	66%
	Civil Engineering	96.15%	39.27%

**Research and Development**

**Table 33. 2023 vs. 2024 Research and Development Investment and Output**

Disclosure	Unit	2023	2024	% Change
Research and Development Spending	Php	45,116,600	37,886,566.08	(16%)
Research Papers Published in ISI and/or SCOPUS Indexed Journals	Number	335	772	130%
Commercialized Research	Number	6	5	(16.67%)

**Research and Development.** Research and Development is a key product of the IPO schools. While Research and Development by itself is not an SDG goal, it underpins the success of the SDGs. In 2024, IPO Schools spent a total of ₱37,886,566.08 of internal university funds for Research and Development (amount does not include research funding received from external sources, such as government, funding agencies, etc.). The IPO schools were able to publish 772 research papers in ISI and/or SCOPUS-indexed journals from January to December 2024 which increased from 335 papers published in 2023. IPO schools have also taken other measures to improve research output, such as developed an institutional research agenda, revising their Research Incentive Policy, and providing support for presentation of papers in conferences both in the Philippines and abroad.

Mapua University also serves as an incubator for commercialized research. Mapua replicated the previous success of its first commercialized research resulting from a research project funded by the Department of Science and Technology- Philippine Council for Industry, Energy, and Emerging Technology Research and Development (DOST-PCCEIERD), the Universal Structural Health Evaluation and Recording (USHER) System which is designed to assess and provide real time status on the structural health of buildings and other structures. The DOST-Mapua Think and Tinker Laboratory (launched in 2022), is a technology business incubator (TBI) that intends to build and develop digital learning tools and solutions for education with a focus on various emerging technologies and industries was formally launched. Another potential project for commercialization is Mapua University’s WEHLO (Localized Weather, Environment and Hydromet Solutions) which is currently finishing its market validation and spin-off stage.