

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-C

CURRENT REPORT UNDER SECTION 17 OF THE SECURITIES REGULATION CODE AND SRC RULE 17.2(c) THEREUNDER

1. Date of Report (Date of earliest event reported)
Jun 13, 2019
2. SEC Identification Number
A199908874
3. BIR Tax Identification No.
202955796
4. Exact name of issuer as specified in its charter
DFNN Inc.
5. Province, country or other jurisdiction of incorporation
Philippines
6. Industry Classification Code(SEC Use Only)
7. Address of principal office
L2 - L5 14th Floor, Philippine Stock Exchange Tower, BGC, Taguig City, Philippines
Postal Code
1634
8. Issuer's telephone number, including area code
(02) 396 - 5270 loc. 104
9. Former name or former address, if changed since last report
None
10. Securities registered pursuant to Sections 8 and 12 of the SRC or Sections 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding
Common	324,620,008
11. Indicate the item numbers reported herein
None

The Exchange does not warrant and holds no responsibility for the veracity of the facts and representations contained in all corporate disclosures, including financial reports. All data contained herein are prepared and submitted by the disclosing party to the Exchange, and are disseminated solely for purposes of information. Any questions on the data contained herein should be addressed directly to the Corporate Information Officer of the disclosing party.



DFNN, Inc.

DFNN

PSE Disclosure Form 4-26 - Legal Proceedings
References: SRC Rule 17 (SEC Form 17-C) and
Section 4.4 of the Revised Disclosure Rules

Subject of the Disclosure

Update on the Legal Proceedings Involving DFNN Inc. and Philippine Charity Sweepstakes Office ("PCSO")

Background/Description of the Disclosure

The Honorable Court of Appeals rendered a Decision dated 31 May 2019 resolving the Petition for Certiorari filed by PCSO assailing the Order of the Regional Trial Court granting DFNN Inc.'s Motion for the Issuance of a Writ of Execution of the award granted to the company the amount of Php310,095,149.75 plus 6% interest from date of finality until payment by PCSO.

Name of the court or agency in which the proceedings are pending	Court of Appeals
Date Instituted	Jan 15, 2019
Docket Number	CA-G.R. SP No. 150401

Principal Parties

PCSO as the Petitioner
 DFNN Inc. as the Respondent

Nature and description of the legal proceedings

DFNN Inc. (DFNN) received today, June 13, 2019, a copy of the Decision dated May 31, 2019 by the Court of Appeals denying the Petition for Certiorari filed by PCSO which sought to challenge the Order dated December 7, 2016 of Judge Joselito Villarosa, presiding judge of the Regional Trial Court (RTC) Branch 66.

The Order dated December 7, 2016 granted DFNN's Motion for Issuance of Writ of Execution in relation to its Decision dated February 17, 2016 (the RTC Decision), as a preliminary step for DFNN to file the necessary claim with the Commission on Audit. The RTC Decision granted DFNN's Petition for Correction, correcting the liquidated damages awarded to DFNN in the Arbitral Award dated May 21, 2015, from Php27,000,000.00 to Php310,095,149.75 plus 6% interest from date of finality until payment by PCSO.

To reiterate, a Writ of Execution is a court order granted to enforce a final judgment by transferring assets, money or property belonging to the judgment debtor to the judgment creditor. In this regard, DFNN had already submitted the necessary claim to the Commission on Audit and is now awaiting the expected favorable ruling affirming all the legal decisions rendered in DFNN's favor and executing the said Writ of Execution.

Said ruling by the CA affirming the RTC Decision reinforces DFNN's position as well as emphasizes the continuing compounding legal 6% interest penalties per annum, in favor of DFNN.

DFNN is optimistic that this long, drawn legal proceedings shall finally be laid to rest and collection shall be consummated. PCSO will also be able to put a cap on the continuing interest penalties imposed by the Court, in addition, PCSO can finally set aside all the legal impediments to initiating and implementing a long overdue entry into the mobile and wireless lottery space by the latter.

The effect(s) on the Issuer's business or operations, if any

None

Other Relevant Information

None

Filed on behalf by:

Name	Cyrus Richard Montesa
Designation	Chief Legal Counsel/Chief Compliance Officer