



GEOGRACE

Resources Philippines Inc.
www.geograce.com

10 April 2014

Philippine Stock Exchange, Inc.
4/F Philippine Stock Exchange Center
Exchange Road, Ortigas Center
Pasig City

Attention: **Ms. Janet A. Encarnacion**
Head, Disclosure Department

Re: **GEOGRACE Resources Philippines, Inc. ("GEOGRACE")**
Update on Disbursements on the Proceeds
from the Stock Rights Offering

Gentlemen:

We hereby submit our report on the use of proceeds from the 1:3.5 Stock Rights Offering for the First Quarter ending 31 March 2014.

USE OF PROCEEDS	Balance as of Dec. 31, 2013	Jan. to Mar. 2014 Disbursements	Balance as of March 31, 2014
I Exploration Costs	5,000,000.00	0.00	5,000,000.00
a. Acquisition of addtl mining tenements	-	-	-
b. Permitting and COMREL	5,000,000.00	-	5,000,000.00
c. Geochemistry and Mapping*	-	-	-
d. Drilling program*	-	-	-
e. Research and Development	-	-	-
II Project Development Cost	2,000,000.00	-	2,000,000.00
a. Purchase of production equipment	0.00	-	0.00
b. Fixed assets	0.00	-	0.00
c. Manpower	2,000,000.00	-	2,000,000.00
d. Consumables for production equipment	0.00	-	0.00
III Payments of Shareholder Advances	-	-	-
a. General and administrative expenses	-	-	-
b. Exploration expenses	-	-	-

USE OF PROCEEDS	Balance as of Dec. 31, 2013	Jan. to Mar. 2014 Disbursements	Balance as of March 31, 2014
IV Additional Working Capital	8,325,084.27	845,888.88	7,479,195.39
a. General and administrative expenses	7,453,787.26	799,588.88	6,654,198.38
b. Professional fees	871,297.01	46,300.00	824,997.01
	15,325,084.27	845,888.88	14,479,195.39

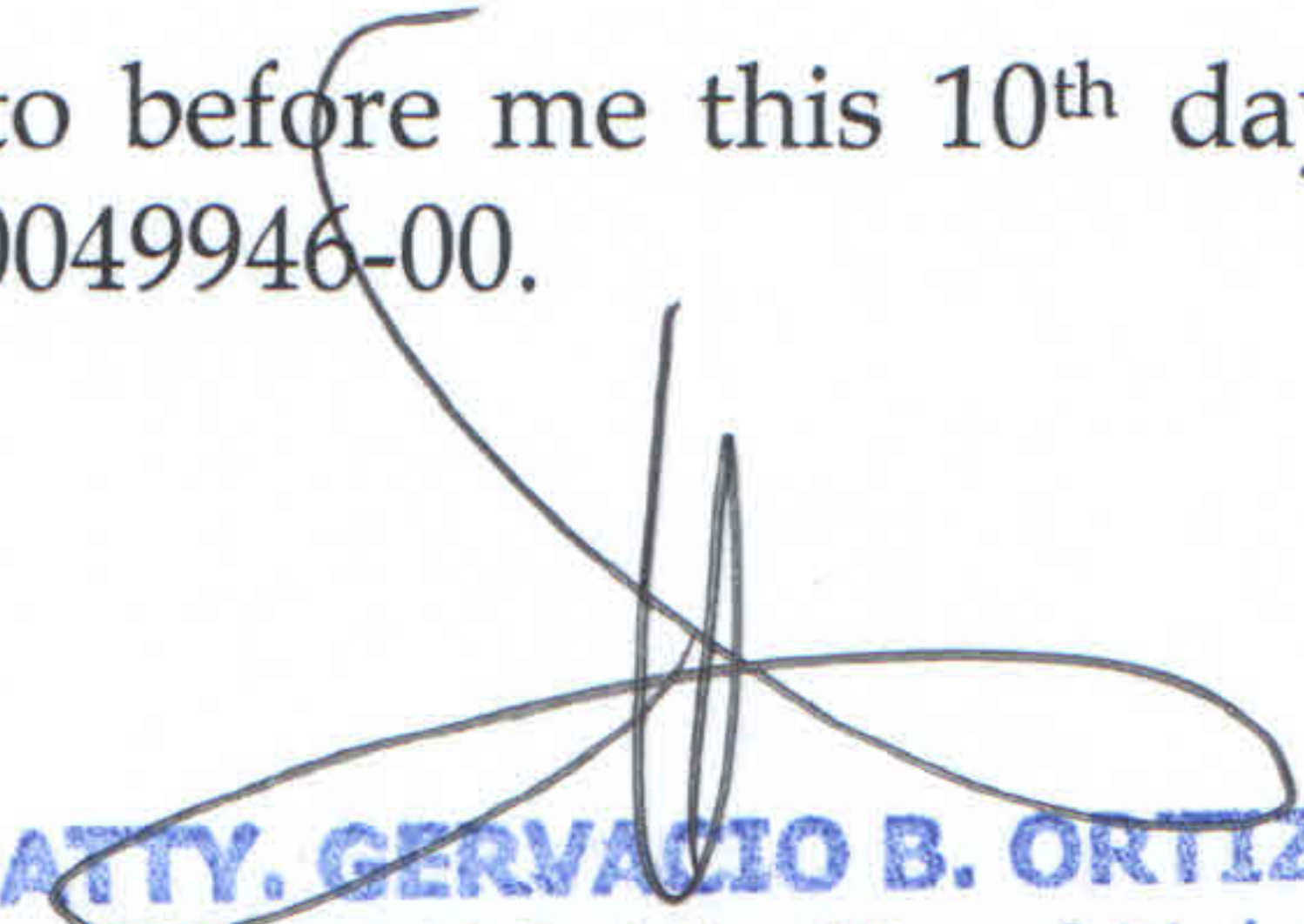
Very truly yours,


DELFIN S. CASTRO, JR.
Treasurer/Chief Finance Officer

REPUBLIC OF THE PHILIPPINES)
MAKATI CITY)

SUBSCRIBED AND SWORN to before me this 10th day of April 2014, affiant exhibiting to me his SSS No. 33-0049946-00.

Doc. No. 77 ;
Page No. 17 ;
Book No. XIX ;
Series of 2014.


ATTY. GERVAICIO B. ORTIZ JR.
NOTARY Public City of Makati
Until December 31, 2014
IBP No. 656155-Lifetime Member
MCLE Compliance No. III-0014282
Appointment No. M-199-(2013-2014)
PTR No. 4225505 Jan. 2, 2014/Makati
Makati City Roll No. 40001
101 Urban Ave., Brgy. Pio del Pilar,
Makati City