



08 July 2016

Philippine Stock Exchange, Inc.
3/F Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

Attention: **Mr. Jose Valeriano. B. Zuño, III**
OIC-Head, Disclosure Department

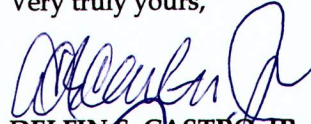
Re: **Geograce Resources Philippines, Inc. ("Geo")**
Update on Disbursements on the Proceeds from the Stock Rights Offering

Gentlemen:

We hereby submit our report on the use of proceeds from the 1:3.5 Stock Rights Offering for the Second Quarter ending 30 June 2016.

USE OF PROCEEDS	Balance as of 31-Mar-16	April 01, 2016 to June 30, 2016 Disbursements	Balance as of June 30, 2016
I Exploration Cost	5,000,000.00	-	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			
b Fixed Assets			
c Manpower	2,000,000.00	-	2,000,000.00
d consumables for production equipment			
III Payment of Shareholder Advances	-	-	-
a General and administrative expenses			
b Exploration Expenses	-	-	-
IV Additional Working Capital	-	-	-
a General and administrative expenses			
b Professional Fees	-	-	-
	7,000,000.00	-	7,000,000.00

Very truly yours,


DELFIN S. CASTRO, JR.
Chief Financial Officer

ARSENIO CABRERA, JR.
Corporate Secretary

REPUBLIC OF THE PHILIPPINES)
MAKATI CITY ^{MANDALUYONG CITY}

SUBSCRIBED AND SWORN to before me this JUL 08 2016 day of July 2016.

Delfin S. Castro, Jr. TIN 164-381-790-000

Arsenio Cabrera, Jr. TIN 105-821-570-000

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Series of 2016.

JOVEN G. DEVILLANO
NOTARY PUBLIC FOR CITY OF MANDALUYONG
COMMISSION NO. 0285-15 UNTIL DECEMBER 31, 2015
ROLL NO. 53970
IBP LIFETIME NO. 011302 RIZAL
PTR NO. 2599878; 1-4-16; MANDALUYONG
MCLE COMPLIANCE NO. V - 0014673 14 APRIL 2015
METRO MART COMPLEX, MANDALUYONG CITY