



11 April 2016

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

Attention: **Ms. Janet A. Encarnation**
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 amended report on the use of proceeds from the 1:3.5 Stock Rights Offering for the First Quarter ending 31 March 2016.

| USE OF PROCEEDS | Balance as of December 31, 2015 | January to March 2016 Disbursements | Balance as of March 31, 2016 |
|---|------------------------------------|---|---------------------------------|
| I Exploration Costs | 5,000,000.00 | 0 | 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 | - | - |
| b Fixed assets | 0 | - | 0 |
| c Manpower | 2,000,000.00 | - | 2,000,000.00 |
| d Consumables for production equipment | 0 | 0 | 0 |
| III Payments of Shareholder Advances | - | - | - |
| a General and administrative expenses | - | - | - |
| b Exploration expenses | - | - | - |

| USE OF PROCEEDS | Balance as of December 31, 2015 | January to March 2016 Disbursements | Balance as of March 31, 2016 |
|---------------------------------------|------------------------------------|---|---------------------------------|
| IV Additional Working Capital | 0 | 0 | 0 |
| a General and administrative expenses | 0 | 0 | 0 |
| b Professional fees | 0 | 0 | 0 |
| | 7,000,000.00 | 0 | 7,000,000.00 |

Very truly yours,

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

REPUBLIC OF THE PHILIPPINES)
MAKATI CITY
MANDALUYONG CITY

SUBSCRIBED AND SWORN to before me **APR 11 2016** of _____,
affiant exhibiting to me his SSS ID 33-0049946-00

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Series of 2016.

JOVEN G. SEVILLANO
NOTARY PUBLIC
COMMISSION NO. 0285-15
UNTIL DECEMBER 31, 2016
ROLL NO. 53970
IBP LIFETIME NO. 011302 RIZAL
PTR NO. 2599878 ; 1-4-16 ; MANDALUYONG
MCLE COMPLIANCE NO. IV-0014990 23 APRIL 2013
METRO MART COMPLEX, MANDALUYONG CITY