



GEOGRACE

Resources Philippines Inc.
www.geograce.com

13 January 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 Fourth Quarter ending 31 December.

USE OF PROCEEDS	Balance as of Oct. 31, 2013	Oct. to Dec. 2013 Disbursements	Balance as of Dec. 31, 2013
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 Oct. 31, 2013	July to Sept. 2013 Disbursements	Balance as of Dec. 31, 2013
IV Additional Working Capital	8,911,226.42	586,142.15	8,325,084.27
a. General and administrative expenses	8,039,929.41	586,142.15	7,453,787.26
b. Professional fees	871,297.01	-	871,297.01
	15,911,226.42	586,142.15	15,325,084.27


Very truly yours,


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

REPUBLIC OF THE PHILIPPINES)
MAKATI CITY)

SUBSCRIBED AND SWORN to before me this 13th day of January 2014,
affiant exhibiting to me his SSS No. 33-0049946-00.

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Series of 2014


ATTY. RONALD SEGUNDINO C. CHING
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Book - 9-8
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