



March 23, 2015

PHILIPPINE STOCK EXCHANGE, INC.
Tower One & Exchange Plaza
Ayala Avenue, Makati City
Makati City

Attention: **MS. JANET A. ENCARNACION**
Head, Disclosure Department

Gentlemen:

Philex Mining Corporation is pleased to submit its Summary of Remaining Proved Reserves as of December 31, 2014.

For information.

Very truly yours,

Original Signed
DANNY Y. YU
SVP Finance

TO:	ALL CONCERNED
CC:	MVP, EBA, JR., DYY, RPB, MAA, RPM, file
FROM:	R. S. DOLIPAS, II
DATE:	March 23, 2015
SUBJECT:	Summary of Remaining Proved Reserves as of December 31, 2014

The remaining proved reserves as of December 31, 2014 is tabulated below:

ORE SOURCES	PROVED RESERVES				
	Tonnes MT	Cu %	Au Grams/Tonne	Recoverable Cu (000 lbs)	Recoverable Au (oz)
908-ML	5,500,000	0.18	0.44	18,600	63,000
798-ML	24,800,000	0.20	0.38	89,000	238,700
782-ML	23,600,000	0.21	0.41	88,700	248,300
745-ML	5,800,000	0.20	0.49	20,700	72,500
Total Reserves	59,700,000	0.20	0.41	217,000	622,500

Notes:

- The PC-BC Module of the GEMCOM Software was used in the above estimate with the following parameters:

Metal Prices:	Cu :	2.75 US\$/lb	Forex (Php to US\$) :	44.00 PhP
	Au :	1,275 US\$/oz		Operating Cost per Tonne :
Metal Recoveries:	Cu :	82 %	Conversion Factor for Gold grade to Cu. Eq. :	0.660
	Au :	80 %	Break-even Grade (%Cu Equivalent) :	0.370

- The operating cost of 810 peso per tonne used in the estimate is higher than the 687.86 peso per tonne used in the December 31, 2013 estimate. This gives a higher break-even grade in terms of Percent Copper Equivalent. As a result, lower grade portions at the 798-ML have been excluded in the estimation.
- Only 5.8 million tonnes reserves were considered in the ore resource from 600-ML to 800-ML based on the recent ore resource disclosure by Mr. Noel C. Oliveros, a Competent Person for Exploration and Mineral Resource Estimation. These are reserves located within 745-ML to 773-ML wherein we have existing underground openings. The reserve from 745-ML down to 600-ML could not still be estimated pending on-going technical studies.

This is for your information and reference.



R.S. DOLIPAS, II

RSDII-M-001-15

This estimate was prepared by Engr. Ricardo S. Dolipas, II (BSEM) who is the current Mine Division Manager for Philex Mining Corporation, Padcal Operations. Engr. Dolipas is a Competent Person under the definition of the Philippine Mineral Reporting Code (PMRC) and who has 21 years experienced as to the type of deposit and style of mining. He is a licensed mining engineer with Professional Regulation Commission (PRC) registration number 0002513 and accreditation number EM 0002513-021/13. He has given his consent to the Public Reporting of this statement concerning Mineral Reserve estimation.