



October 9, 2019

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

Attention: **MR. JOSE VALERIANO B. ZUNO III**
Head, Disclosure Department

Gentlemen:

Philex Mining Corporation is pleased to announce that the Department of Environment and Natural Resources (DENR), through the Mines and Geosciences Bureau (MGB), in a letter dated September 26, 2019, has approved the underground sub-level cave mining method in connection with the previously issued Order dated April 10, 2015 approving the Declaration of Mining Project Feasibility (DMPF) of the Silangan Copper-Gold Project of Silangan Mindanao Mining Company, Inc., a wholly-owned subsidiary of Philex, under MPSA No. 149-99-XII.

The approval of the underground sub-level cave mining method under the DMPF included the Three Year Development and/or Utilization Work (3YD/UWP) Program for years 2H of 2019 to 1H of 2022, Environmental Protection and Enhancement Program (EPEP), Final Mine Rehabilitation and Decommissioning Plan (FMRDP) and Social Development and Management Program (SDMP).

Prior to such approval, the Silangan Copper-Gold Project was also granted an Environmental Compliance Certificate (ECC) for underground sub-level cave mining method.

With the approved DMPF, activities outlined in the 3YD/UWP can now be implemented.

For your information.

Very truly yours,

(Original Signed)
ROMEO B. BACHOCO
Chief Finance Officer