



January 15, 2018

Philippine Dealing and Exchange Corp.
37th Floor, Tower 1, The Enterprise Center
6766 Ayala Ave cor. Paseo de Roxas, Makati City

Attention: Ms. Vina Vanessa S. Salonga
Head, Issuer Compliance and Disclosures Department

Re: Application of Proceeds from Issuance of Preferred Shares

Dear Ms. Salonga:

Kindly see attached disclosure of DoubleDragon Properties Corp. ("DoubleDragon") with regards to the above stated subject.

1. Application of Proceeds from Issuance of Preferred Shares
2. Report of Actual Findings on the Application of Proceeds from the Preferred Shares Offering - 4Q 2017

Best regards,



Atty. Joselito L. Barrera, Jr.
Chief Information Officer



January 12, 2018

Philippine Stock Exchange, Inc.

Philippine Stock Exchange Plaza, Ayala Triangle, Ayala Ave, Makati City

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

Philippine Dealing and Exchange Corporation

37th Floor, Tower 1, The Enterprise Center, 6766 Ayala Ave cor. Paseo de Roxas, Makati City

Attention: **Ms. Vina Vanessa S. Salonga**
Head, Issuer Compliance and Disclosures Department

Securities and Exchange Commission

SEC Building, Mandaluyong City

Attention: **Hon. Vicente Graciano P. Felizmenio, Jr.**
Director, Market and Securities Regulation Department

Subject: Summary of the Application of Proceeds from the Preferred Shares Offering

Ladies and Gentlemen,

In line with the Preferred Shares Offering of DoubleDragon Properties Corp. (DDPR) on July 26, 2016, we submit herewith our report on the application of the actual net proceeds coming from the offering of DD preferred shares amounting to **NINE BILLION EIGHT HUNDRED FORTY SIX MILLION FOUR HUNDRED FIFTY FIVE THOUSAND NINE HUNDRED FIFTY SEVEN AND FORTY FOUR CENTAVOS (P9,846,455,957.44)**.

For the fourth quarter of 2017, the application of the net proceeds is broken down as follows:

DoubleDragon Properties Corp.

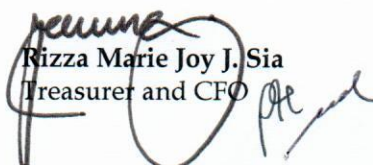
Application of Proceeds from Preferred Shares Offering

For 4th Quarter of 2017

'in billions	Prospectus		Actual Disbursements		Actual Remaining As of 31 DEC 2017
	Allocation per Prospectus Q4	As of 31 DEC 2017	Q4 2017	As of 31 DEC 2017	
CityMall	-	3.95	0.25	3.65	0.30
DD- Meridian Park	0.22	3.45	0.21	3.45	-
Jollibee Tower	-	0.98	0.03	0.75	0.23
The Sky Suites Tower	-	0.98	0.08	0.98	-
General corporate requirements	-	0.49	-	0.49	-
Total	0.22	9.85	0.57	9.32	0.53

Thank you.

Very truly yours,


Rizza Marie Joy J. Sia
Treasurer and CFO

DOUBLEDRAGON PROPERTIES CORP.

**REPORT OF FACTUAL FINDINGS ON THE
APPLICATION OF PROCEEDS FROM THE PREFERRED SHARES OFFERING**



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REPORT OF FACTUAL FINDINGS

The Board of Directors and Stockholders
DoubleDragon Properties Corp.
10th Floor, Tower One, DoubleDragon Plaza
Bay Area, Pasay City

We have performed the procedures agreed with you and enumerated below with respect to the Progress Report on the application of proceeds from the Preferred Shares Offering ("Offering") of DoubleDragon Properties Corp. (the "Company") on July 26, 2016. The procedures were performed solely to comply with the requirement of the Philippine Stock Exchange (PSE) for the Company to submit an external auditor's certification on the accuracy of the information being represented by the Company relating to the use of proceeds from the Offering whenever a report is submitted to the PSE. Our engagement was undertaken in accordance with Philippine Standard on Related Services (PSRS) 4400, *Engagements to Perform Agreed-upon Procedures Regarding Financial Information*.

The agreed-upon procedures are summarized as follows:

1. Obtain and check the mathematical accuracy of the Quarterly Progress Report from the Company for the quarter ended December 31, 2017.
2. Compare the list of all the disbursements in the Quarterly Progress Report with the schedule of planned use of proceeds from the Offering in the Offering Prospectus ("Prospectus") and agree the amounts to the related supporting documents.
3. Obtain written management representation as to any reallocation (or absences thereof) on the Company's planned use of proceeds or any change in the work program as disclosed in the Prospectus.

The results of the procedures performed are summarized in Annex A, which is an integral part of this report.

The procedures that we performed did not constitute either an audit or review made in accordance with Philippine Standards on Auditing (PSA) or Philippine Standard on Review Engagements (PSRE), thus, we do not express any assurance on the use of proceeds from the Offering based on the said standards.



Had we performed additional procedures or had we performed an audit or review of the financial statements in accordance with PSA and PSRE, other matters might have come to our attention that would have been reported to you.

We have no responsibility to update this report for events or circumstances occurring after the date of this report.

Our report is solely for the purpose set forth in the first paragraph of this report and for your information and is not to be used for any other purpose or to be distributed to any other parties who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. This report relates only to the report on the Company's use of the proceeds from the Offering and items specified above and do not extend to any financial statements of the Company taken as a whole.

R.G. MANABAT & CO.

Darwin P. Virocel

Partner

CPA License No. 0094495

SEC Accreditation No. 1386-AR-1, Group A, valid until June 14, 2020

January 15, 2018

Makati City, Metro Manila



Summary of Results of Agreed-Upon Procedures Performed
Annex A

We report the results of our work as follows:

1. We have obtained and checked the mathematical accuracy of the Company's Quarterly Progress Report for the quarter ended December 31, 2017. There were no exceptions noted.
2. We have compared the list of all the disbursements in the Quarterly Progress Report with the schedule of planned use of proceeds from the Offering in the Prospectus and agreed the amounts to the related supporting documents. There were no exceptions noted.

As presented by the Company and based on the above procedure, the table below lists the details of the disbursements during the quarter ended December 31, 2017 from the P9,846,455,957 net Offering proceeds.

	Per prospectus for Q4 2017 (in billions)	Actual Disbursement for Q4 2017 (in billions)	Difference (in billions)
CityMall	-	0.25	(0.25)
Land acquisitions	-	0.25	(0.25)
Construction	-	-	-
DD- Meridian Park	0.22	0.21	0.01
Jollibee Tower	-	0.03	(0.03)
The Sky Suites Tower	-	0.08	(0.08)
General corporate requirements	-	-	-
Total	0.22	0.57	(0.35)

Relative to the actual disbursements for the period, the following procedures were also performed:

- a. Compared and agreed the actual disbursements for the quarter ended December 31, 2017 submitted by the Company to the PSE to the related supporting documents which include the bank account passbooks, official receipts, collection receipts and bank deposit slips. There were no exceptions noted.
- b. Checked the details of the disbursements made as shown above to related supporting documents and noted the following:
 - i. The portion of the proceeds allocated for the CityMall land acquisitions has been paid by the Company to landowners and government authorities for taxes and legal permits. Such transactions were vouched to acknowledgement receipts, passbooks, bank deposit slips and official receipts and no exceptions were noted.



- ii. The portion of the proceeds allocated for the Jollibee Tower project has been paid by the Company directly to the general contractor. Such transactions and amounts thereof were agreed to the related voucher and official receipts and no exceptions were noted.
 - iii. The portion of the proceeds allocated to the SkySuites Tower was used to fund the progress billings of EEI Corporation for the general construction contract awarded to them for the completion of the project. Such transactions and amounts thereof were agreed to the related voucher and official receipts and no exceptions were noted.
 - iv. The portion of the proceeds allocated to DD Meridian was used to pay for the subscription on joint venture agreement for the development of DD Meridian Park. Such transaction and amount thereof were agreed to the related voucher and passbook and no exceptions were noted.
3. We have obtained written management representation and noted that there were no reallocations made on the Company's planned use of proceeds from the Offering or any changes in the work program as disclosed in the Prospectus. Such representation was verified to be correct based on the results of work performed above.