

MINUTES OF THE SPECIAL MEETING OF THE BOARD OF DIRECTORS OF
FORUM PACIFIC, INC. HELD ON 19 JULY 2012
AT THE PHILIPPINE ESTATES BOARDROOM, ONE CORPORATE CENTER
35TH FLOOR, ONE CORPORATE CENTER, JULIA VARGAS AVENUE
CORNER MERALCO AVENUE, ORTIGAS CENTER, PASIG CITY

Attendance:

GERONIMO F. VELASCO, Chairman
ELVIRA A. TING, Vice-Chairman
PETER S. SALUD, President
KENNETH T. GATCHALIAN, Treasurer
BYOUNG HYUN SUH
FEDERICO E. PUNO
LAMBERTO M. MERCADO, JR.
ATTY. JOAQUIN P. OBIETA
ROGELIO D. GARCIA
ATTY. ARTHUR PONSARAN
WESLIE T. GATCHALIAN
ATTY. ARSENIO A. ALFILER, JR., Corporate Secretary

PROCEEDINGS OF THE MEETING

CALL TO ORDER

The Chairman, Mr. Geronimo F. Velasco, called the meeting to order and thereafter presided. Atty. Arsenio A. Alfiler, Jr., Corporate Secretary, duly recorded the minutes of the meeting.

DETERMINATION OF QUORUM

The Corporate Secretary certified that a majority of the Board of Directors (hereinafter, the "Board") were in attendance, hence, there was a quorum for the transaction of its business.

WRITE-OFF OF INVESTMENT

Mr. Peter S. Salud, Corporation's President, informed the Board that the corporation owns 60% of the stockholdings of Forum Coal Cebu Holdings, Inc. (FCCHI), a domestic corporation registered with the SEC on February 3, 2006. On November 30, 2009, FCCHI was formally dissolved pursuant to a resolution duly adopted by the FCCHI's Board of Directors and Stockholders representing at least two-thirds (2/3) of the outstanding capital stock dated October 9, 2009. Such dissolution was subsequently approved by the SEC on July 6, 2012.

In this regard, on a motion duly made and seconded, the Board unanimously passed the following resolution:

"RESOLVED, AS IT IS HEREBY RESOLVED, that the Corporation is hereby authorized to write-off FORUM PACIFIC, INC. investment in FCCHI with a book value of and corresponding allowance for impairment loss of Four Million Three Hundred Twenty Thousand Pesos (Php4,320,000) from its corporation's books of accounts."

ADJOURNMENT

There being no further business to transact, the meeting was subsequently and promptly adjourned.



ATTY. ARSENIO A. ALFILER, JR.
Corporate Secretary

Attested by:


GERONIMO F. VELASCO
Chairman


ELVIRA A. TING
Vice-Chairman


BYOUNG HYUN SUH
Member


LAMBERTO B. MERCADO, JR.
Member

ATTY. ARTHUR PONSARAN
Member


PETER S. SALUD
President


KENNETH T. GATCHALIAN
Treasurer


FEDERICO E. PUNO
Member

ATTY. JOAQUIN P. OBIETA
Member

WESLIE T. GATCHALIAN
Member