

30 January 2013

**MS. JANET A. ENCARNACION**

Head, Disclosure Department Philippine Stock Exchange,  
**Philippine Stock Exchange Plaza**  
Ayala Triangle, Ayala Avenue, Makati City

Dear Ms. Encarnacion,

In compliance with the continuing disclosure requirements of the Philippine Stock Exchange (“Exchange”) we submit herewith the report by Alba Romeo and Co., accredited external auditor, on the use of proceeds of the Company from its Initial Public Offering held last May 23, 2012 as of December 31, 2012.

Very truly yours,



**Atty. Jose Marie E. Fabella**

Corporate Secretary / Corporate Information Officer /  
Compliance Officer



ALBA ROMEO & CO.

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6805 Ayala Avenue, Makati City 1226 Philippines  
Branches: Bacolod/Cagayan de Oro/ Cebu

The Stockholders and the Board of Directors  
**Calata Corporation**  
*(formerly Planters Choice Agro Products, Inc.)*  
McArthur Highway, Banga 1<sup>st</sup>  
Plaridel, Bulacan

We have performed the procedures agreed with you and enumerated below in connection with the report on the application of proceeds from the Initial Public Offering (IPO) of Calata Corporation (the Company) on May 23, 2012. Our engagement was undertaken in accordance with the Philippine Standards on Related Services 4400, *Engagements on Agreed-Upon Procedures*. The procedures were performed solely to assist you relative to the Company's report on the application of proceeds from the IPO, and are summarized as follows:

1. Obtained the schedule of cash received as proceeds from the IPO as of May 23, 2012 and the schedule of disbursements from such proceeds as of December 31, 2012, accounted and agreed the related balance to the Company's accounting records and bank statements as of December 31, 2012.

	<u>Actual use of proceeds</u>	<u>Use of proceeds as stated in the prospectus</u>
<b>Gross proceeds</b>	<b>P269,551,028</b>	<b>P270,090,000</b>
Underwriting and selling fees for the Offer shares	8,102,700	8,102,700
Tax on Initial Public Offering	10,782,041	10,803,600
Documentary Stamp Tax	180,060	180,060
Philippine SEC filing and legal research fees	733,991	733,991
PSE listing and processing fees	2,756,840	2,756,840
Professional fees	4,582,587	4,000,000
Others	-	1,100,000
<b>Total expenses</b>	<b>27,138,219</b>	<b>27,677,191</b>
<b>Net proceeds as of June 30, 2012</b>	<b>242,412,809</b>	<b>242,412,809</b>
Purchase of inventories	183,407,289	102,200,800
Renovation of stores	10,331,077	24,275,000
Purchase of equipment	-	6,006,875
Operating expenses	7,437,348	412,965
<b>Total expenses</b>	<b>201,175,714</b>	<b>132,895,640</b>
<b>Net proceeds as of December 31, 2012</b>	<b>P41,237,095</b>	<b>P109,517,169</b>

The IPO expenses amounting to P27,138,219 as of June 30, 2012 have been vouched to supporting documents and payment vouchers on a test basis. No exceptions were noted based on the procedures performed.

2. The remaining balance of the proceeds from the IPO was accounted for in the Company's records as "Cash in Banks". The cash in banks are unrestricted and maintained in universal banks and commercial banks.
3. Purchase of inventories amounting to P183,407,289 have been vouched to supporting purchase orders, suppliers' sales invoices and delivery receipts, and payment vouchers. Renovation of stores and operating expenses amounting to P10,331,077 and P7,437,348, respectively, have been validated and vouched to supporting suppliers' invoices and payment vouchers. No exceptions were noted based on the procedures performed.
4. We found the schedule to be mathematically accurate, and the balance of the net proceeds as of December 31, 2012 amounting to P41,237,095 are maintained in the following bank accounts:

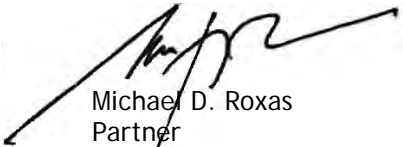
Banks	Account Number	Amount
Bank of the Philippines Islands	4723000012	P30,186,159
Banco de Oro	5840019691	6,204,200
Metropolitan Bank and Trust Company	327-3-32750341-4	1,878,841
Banco de Oro	5840071979	956,232
Banco de Oro	5840071898	868,545
Allied Bank	1161015443	509,662
Banco de Oro	6840002577	501,684
Bank of Commerce	062-00-000815-5	101,912
Metropolitan Bank and Trust Company	327-3-32750335-0	29,860
		<u>P41,237,095</u>

This report is solely for the use of management and should not be used for any other purpose without our consent.

We shall be glad to discuss with you matters presented in this report and to answer any question you may have on the foregoing.

Thank you for giving this opportunity to be of service to you.

Alba Romeo & Co.



Michael D. Roxas  
Partner

CPA Certificate No. 0108714

PTR No. 0040428, issued on January 13, 2012, Makati City

Tax Identification No. 300-647-353

BOA /PRC Registration No. 0005, issued on March 23, 2010, effective until December 31, 2012

SEC Accreditation No. 1233-A (Individual), Group A, issued on June 21, 2012,  
effective until June 20, 2015

SEC Accreditation No. 0007-FR-3 (Firm), Group A, issued on March 22, 2012,  
effective until March 21, 2015

BIR Accreditation No. 08-005267-1-2011, issued on March 29, 2011, effective until March 29, 2014

January 11, 2013  
Makati City, Philippines