

MINUTES OF THE ANNUAL MEETING OF THE STOCKHOLDERS

OF

ISLAND INFORMATION & TECHNOLOGY, INC.

Held at Casino Español de Manila, T.M. Kalaw Street, Malate, Manila
On December 12, 2016 at 2:00 p.m.

PRESENT:

Name of Stockholders	Number of Shares
OSCAR MEJIA	5,000
FERGUS S. LAO	136,850,000
Representing by proxies:	
GOLDEN TOWER SECURITIES	549,428,619
BELSON SECURITIES, INC.	1,238,031,960
TOWER SECURITIES, INC.	52,780,000
COL FINANCIAL GROUP, INC.	500,150
KENNETH S. LAO	177,274,000
ABACUS SECURITIES CORPORATION	85,389,006
ANDRES LAO, SR.	118,012,079
R&L INVESTMENTS, INC.	3,392,662
S.B. EQUITIES, INC.	10,500,000
GERARDO S. URBINA, JR.	50,000
AP SECURITIES, INC. – WILMA C. CRISOSTOMO	9,300,000
R. COYUITO SECURITIES, INC.	21,475,000
E. CHUA CHIACO SECURITIES, INC.	15,180,000
GLOBALINKS SECURITIES & STOCKS	4,510,000
STRATEGIC EQUITIES CORP.	14,450,000
ISLAND SECURITIES, INC.	20,474,000
MARILOU FAUSTINO	70,650,000
YU & COMPANY, INC.	14,370,000
SINCERE SECURITIES CORPORATION	3,920,000
Total No. of shares present in person or represented by Proxy	2,546,542,476
Total No. of Outstanding Shares	4,885,748,685

ALSO PRESENT:

PRINCESS ANN T. DE JESUS-VIRAY

1. Call to Order

The President, Mr. Fergus S. Lao, called the meeting to order and presided over the same. Upon the authority of the Corporate Secretary, Ms. Princess Ann T. de Jesus-Viray, acted as the secretary of the meeting and recorded the minutes of the proceedings.

2. Proof of Notice

The Secretary certified that notice of the meeting were sent to the stockholders by mail in accordance with the Corporation's By-Laws, and presented an Affidavit of Mailing.

3. **Certification of Quorum**

The Secretary certified that a quorum existed for the transaction of business by the stockholders, there being present in person or by proxy a majority (52.12%) of the holders of the outstanding capital stock.

4. **Approval of the Previous Minutes**

The minutes of the special meeting of the stockholders held on December 14, 2015, copies of which were earlier distributed among the stockholders, was then presented for approval.

Upon motion made and duly seconded, the foregoing minutes was unanimously approved.

5. **Report of the President**

The President, Mr. Fergus S. Lao, informed the stockholders that the Corporation continues to look for potential investors, and consider new projects to help raise the stockholders' equity from negative to positive.

He also encouraged the stockholders present to support in succeeding meetings the proposal of the Board of Directors (the 'Board') to amend the Articles of Incorporation (AOI) to:

(a) change the principal address of the Corporation in accordance with the requirements of SEC Memorandum Circular No. 6, Series of 2014, which requires the amendment of the principal office address of corporations whose articles of incorporation indicate only a general address as their principal office address, such that they refer only to a city, town or municipality, or "Metro Manila" to file an amended articles of incorporation in order to specify their complete address; and

(b) increase capital stock to allow investors to subscribe to shares in the Corporation.

6. **Approval of the Audited Financial Statements as of October 31, 2015**

The President presented to the stockholders the Audited Financial Statement of the Corporation as of October 31, 2015 prepared by K.L. Siy and Associates for the approval and consideration of the stockholders.

Upon motion made and duly seconded, the following resolution was approved:

"RESOLVED, that the stockholders of **Island Information & Technology, Inc.** (the 'Corporation') approve, as they hereby do, the October 31, 2015 Audited Financial Statement of the Corporation."

7. **Amendment of the Seventh Article of the AOI to increase the capital stock, and remove the prohibition on all stockholders of the Corporation from exercising any pre-emptive right or privilege to subscribe to any and all new shares of any class**

The President proceeded to discuss the proposal of the Board to (a) increase the capital stock of the Corporation from P50 Million divided into 5 Billion shares to P80 Million divided into 8 Billion shares with a par value of one cent (P0.01) per share, and (b) the removal the prohibition on all stockholders of the corporation from exercising any pre-emptive right or privilege to subscribe to any and all new issues of shares of any class.

He explained that such change requires an amendment of the AOI of the Corporation, and will require the approval of at least a majority of the board of directors and the approval or written assent of the stockholders representing at least two-thirds (2/3) of the outstanding capital stock of the Corporation.

A majority of the Board had approved the recommendation in a separate meeting. However, as only 2,546,542,476 shares or about 52.12% of the outstanding capital stock are represented at the meeting, it would be impossible to meet the vote of stockholders required to carry the resolution.

8. Amendment of the AOI to change the principal office of the Corporation

The President next informed the stockholders of the recommendation of the Board to amend the Third Article of the Corporation's AOI to reflect its specific address at 4-B Vernida I Condominium, 120 Amorsolo St., Makati City from "the Municipality of Makati, Province of Rizal Philippines.

The amendment shall be in compliance with SEC Memorandum Circular No. 6, Series of 2014, which requires the amendment of the principal office address of corporations whose articles of incorporation indicate only a general address as their principal office address, such that they refer only to a city, town or municipality, or "Metro Manila" to file an amended articles of incorporation in order to specify their complete address.

Such change also requires the approval of at least two-thirds (2/3) of the outstanding capital stock of the Corporation. But, as only 2,546,542,476 shares or about 52.12% of the outstanding capital stock are represented at the meeting, it would be impossible to meet the vote of stockholders required to pass the resolution.

9. Election of Directors

The President announced that the meeting was also called for the election of the directors of the Corporation to serve as such for the year 2016-2017 and until their successors shall have been duly elected and qualified.

Upon nominations made and duly seconded, the following were elected as directors of the Corporation for the year 2016-2017, to serve as such until their successors shall have been duly elected and qualified:

James Shih
Andres Lao, Jr.
Fergus S. Lao
Oscar Mejia
Gerardo Urbina, Jr.
Elisa Shih Koa
Jose Rafael Ledesma
Jonathan Earl L. Sim
Rogelio Pimentel


10. Appointment of External Auditors

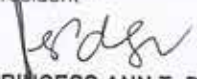
The stockholders next considered the recommendation of management that K.L. Siy and Associates be appointed as the external auditor of the Corporation for the year 2016-2017. Upon motion made and duly seconded, K.L. Siy and Associates was appointed external auditor of the Corporation for the year 2016-2017.

11. Adjournment

There being no other matters to discuss, the meeting was thereupon adjourned.

ATTEST:


FERGUS S. CAO
President


PRINCESS ANN T. DE JESUS-VIRAY
Secretary of the Meeting