



ORTIGAS AVENUE, PASIG CITY
0300 PHILIPPINES
June 29, 2016

MR. JOSE VALERIANO B. ZUÑO III
OIC - Head, Disclosure Department
PHILIPPINE STOCK EXCHANGE, INC.
3rd Floor, Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

MS. VINA VANESSA S. SALONGA
Head - Issuer Compliance and Disclosure Department
PHILIPPINE DEALING & EXCHANGE CORPORATION
37th Floor, Tower 1, The Enterprise Center
6766 Ayala Avenue corner Paseo de Roxas
Makati City

Dear Mr. Zuño and Ms. Salonga:

We reply to your letter dated June 29, 2016 (received thru EDGE Submission System at 8:17 a.m. today) requiring us to clarify and/or confirm the information contained in the news article entitled "Meralco acquires 49% of San Miguel's power unit in Bataan" posted in The Standard (Internet Edition) on June 28, 2016. The article reported in part that:

"Businessmen Manuel Pangilinan and Ramon Ang sealed their first joint venture in power generation, documents show.

Documents filed with the Securities and Exchange Commission showed that Meralco Powergen Corp., a subsidiary of Pangilinan-led Manila Electric Co., acquired a 49-percent stake in Mariveles Power Generation Corp.

...."

With reference to the said news article, we would like confirm that, Meralco PowerGen Corporation, a wholly-owned subsidiary of Manila Electric Company, has subscribed up to 49% of the outstanding capital stock of Mariveles Power Generation Corp., which is developing a 4x150 MW Coal Fired power plant in Mariveles, Bataan.

We trust that you will find the foregoing clarification in order.

Very truly yours,

A handwritten signature in black ink, appearing to read 'William S. Pamintuan', with a stylized flourish at the end.

WILLIAM S. PAMINTUAN

First Vice President

Assistant Corporate Secretary &
Information Disclosure Officer