

February 23, 2026

The Audit Committee
Manila Electric Company

Confirmation Statement on Internal Control

For the year ended December 31, 2025, we reviewed the adequacy and effectiveness of the internal control system of MERALCO and its subsidiaries, covering key financial, operational, and compliance controls.

This assessment was undertaken through a comprehensive, multi-layered process that included:

- Management's Risks and Controls Assessment across the MERALCO Group;
- Internal Audit's independent reviews and validations of key business processes and identified risk areas;
- Attestations from functional heads of MERALCO and subsidiary entities confirming that controls under their areas are adequately designed and operating as intended, and that any identified deficiencies have been addressed or are being remediated; and
- Certifications from the Subsidiary Audit Committees affirming that management has provided sufficient information on the state of internal controls, that significant issues have been reviewed and monitored, and that no material control matters remain unresolved as of year-end.

Control issues disclosed by Management were validated by Internal Audit to provide reasonable assurance. While the approach covers a significant portion of the Group's internal control systems, it is not intended to encompass all areas nor all potential risks.

Based on the foregoing, we confirm that the MERALCO Group's internal control systems are in place and functioning as intended.

Sincerely yours,


Manuel V. Pangilinan
Chairman & Chief Executive Officer


Melanie T. Opeyza
Senior Vice President & Chief Audit Executive