



ORTIGAS AVENUE, PASIG CITY
0300 PHILIPPINES

July 14, 2014

MS. JANET A. ENCARNACION

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

Mesdames:

We reply to your letter dated July 14, 2014 (received thru EDGE Submission System at 8:44 a.m. today) requiring us to clarify and/or confirm the information contained in the news article entitled "Meralco said likely to post 'flat' profit in first semester" posted in Business Mirror Internet Edition on July 13, 2014. The article reported in part that:

"UTILITY firm Manila Electric Co. (Meralco) may have posted a "flat" profit from January to June this year compared with that of last year, an industry source said over the weekend. The source said frequent power outages were blamed for the utility firm's unchanged financial performance during the period.

When sought for comment, Meralco CFO Betty Sy-Yap said the utility firm is currently finalizing the numbers. Were closing our books now.

...."

With reference to the said news article, we would like to confirm the statements attributed to our Chief Finance Officer, Ms. Betty C. Siy-Yap that the Company is currently closing its books and finalizing its numbers for the 1st half of 2014. The Company will disclose the actual results of its first half year financial and operating performance in the last week of July, 2014.

Very truly yours,

A handwritten signature in black ink, appearing to read 'William S. Pamintuan', with a stylized, flowing script.

WILLIAM S. PAMINTUAN
First Vice President
Assistant Corporate Secretary &
Information Disclosure Officer