



ORTIGAS AVENUE, PASIG CITY
0300 PHILIPPINES

March 20, 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. MA. CONCEPCION M. MAGDARAOG

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 March 20, 2014 (received thru EDGE Submission System at 8:02 a.m. today) requiring us to clarify and/or confirm the information contained in the news article entitled "Meralco raises P7B to partly fund capex" posted in the March 19, 2014 issue of the Business World Online. The article reported in part that:

"DISTRIBUTION utility Manila Electric Co. (Meralco) has secured a P7-billion loan last month to partially fund its capital expenditures (capex), a senior official told reporters yesterday.

'We drew a P7-billion loan from Metrobank (Metropolitan Bank & Trust Co.). The long-term debt which we drew was for capex and operations,' Betty C. Siy-Yap, Meralco senior vice-president and chief finance officer, said in a text message.

'We drew it Feb. 20. It's a fixed rate, amortizing, 10 year debt,' she added.

...."

With reference to the said news article, we would like to confirm the statement attributed to our Chief Finance Officer, Ms. Betty C. Siy-Yap that Meralco has secured a PhP7billion loan from Metrobank last February 20, 2014, to fund its CAPEX and operations requirement.

We trust that you will find the foregoing in order.

Very truly yours,

A handwritten signature in black ink, appearing to read 'William S. Pamintuan', is positioned above the printed name.

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