



29 December 2014

Securities and Exchange Commission

SEC Building, Mandaluyong City

Attention: **Director Vicente Graciano P. Felizmenio, Jr.**
Director, Markets & Securities Regulation Department

The Philippine Stock Exchange, Inc.

3/F Tower One and Exchange Plaza
Ayala Triangle, Ayala Avenue, Makati City

Attention: **Ms. Janet A. Encarnacion**
Head, Disclosure Department

Philippine Dealing and Exchange Corporation

37/F Tower 1, The Enterprise Center
6766 Ayala Ave. cor. Paseo de Roxas, Makati City

Attention: **Ms. Ma. Concepcion A. Magdaraog**
Head, Issuer Compliance and Disclosure Department

Mesdames/Gentlemen:

Please be informed that GNPowder Kauswagan Ltd. Co., a limited partnership owned by AC Energy Holdings, Inc., a fully-owned subsidiary of Ayala Corporation, the Philippine Investment Alliance for Infrastructure (PINAI) Fund, and Power Partners Ltd. Co., has signed definitive documentation for the financing to commence the phased construction of a 4 x 135MW coal-fired power plant in Kauswagan, Lanao del Norte.

The total project cost will be funded by both debt and equity. The debt will be financed by a syndicate of domestic banks with additional debt from international banks.

The plant will help alleviate the tight power supply situation in Mindanao. Construction of the plant is scheduled to start in early 2015.

Very truly yours,

A handwritten signature in dark ink, appearing to be 'PB' followed by a long horizontal stroke.

PAOLO F. BORROMEIO

Group Head, Corporate Strategy and Development