



September 29, 2016

THE PHILIPPINE STOCK EXCHANGE, INC.

3/F Tower One & Exchange Plaza

Ayala Triangle, Ayala Avenue

Makati City

Attention : **MR. JOSE VALERIANO B. ZUÑO III**
Head, Disclosure Department

Dear Mr. Zuño:

This refers to your request to clarify the following news articles: 1. "Mariveles power plant draws int'l bidders, Aboitiz" published in the September 29, 2016 issue of Manila Bulletin, which reported in part that:

"A group comprising Kuwait Investment Authority and private equity firm CVC Capital Partners is among final bidders for Sithe Global Power LLC's stake in a Philippine power plant that could fetch at least \$500 million, people with knowledge of the matter said.

A consortium of Singapore's sovereign wealth fund GIC Pte., Malaysian power company Malakoff Corp. and an infrastructure investment fund managed by Macquarie Group Ltd. also made a binding offer, said the people, who asked not to be identified as the process is private. Aboitiz Power Corp., based in the Philippines, is vying for the Blackstone Group LP-backed company's asset as well, the people said.

....

Sithe Global and the Philippines' Ayala Corp. co-own the Mariveles plant as well as a stake of about 40 percent in Dinginin power station, a 1,300-megawatt facility that's being built.

...."

We wish to clarify that AC Energy Holdings Inc. ("AC Energy"), a wholly-owned subsidiary of Ayala Corporation, is not a party to the transaction and cannot comment on the statements on the abovementioned article.

2. "SMC, Ayala eye Naia project" posted in Manila Standard Today (Internet Edition) on September 28, 2016, which reported in part that:

"Conglomerates Ayala Corp. and San Miguel Corp. joined Metro Pacific Investments Corp. in expressing interest in bidding for the P74.56-billion redevelopment, operation and maintenance of Ninoy Aquino International Airport.

'Yes, we're looking at it. It's too early to say whether we're in or we're out, but we're definitely looking at it,' Ayala Corp. managing director Rene Almendras told reporters.

'I met a few foreign partners abroad. We want to make sure we put a good team. It's a complex project,' he said.

....

The Transportation Department said it expected to begin PPP procurement this month, with the bid submission for the project likely in August next year.

The award and signing of the concession agreement is expected in September 2017.

Under the Naia contract, the government will award a 15-year to 20-year concession to the private sector to improve safety and security, maximize capacity through 'refreshed' infrastructure, improve passenger service standards in the existing gateway, operate and maintain Naia and its four terminals.

...."

We wish to confirm the statements in the abovementioned news article. AC Infrastructure Holdings, Corp. ("AC Infra"), a wholly-owned subsidiary of Ayala Corporation, is evaluating the project but no firm commitment has been made.

Very truly yours,

A handwritten signature in black ink, appearing to be 'PB' followed by a horizontal line.

PAOLO F. BORROMEIO
Group Head, Corporate Strategy and Development

Cc: SECURITIES & EXCHANGE COMMISSION
Attention: Mr. VICENTE GRACIANO P. FELIZMENIO, JR.
Director, Markets and Securities Regulation Department

PHILIPPINE DEALING & EXCHANGE CORPORATION
Attention: MS. VINA VANESSA S. SALONGA
Head, Issuer Compliance and Disclosure Department