

22 December 2015

The Bank of New York Mellon
As Trustee and Principal Paying Agent
48th Floor One Canada Square
London E14 5AL
United Kingdom

Fax No: +44 20 7964 6399
(Attention: Global Trust Services)

The Bank of New York Mellon
As Registrar
101 Barclay Street, New York
NY 10286
USA

Fax No. +1 212 815 5802 / 5803
(Attention: Global Trust Services)

With a copy to:

The Bank of New York Mellon, Singapore Branch
One Temasek Avenue
#02-01, Millennia Tower
Singapore 039192

Fax No: +65 6883 0338
(Attention: Global Trust Services)

Subject	:	NOTICE OF OPTIONAL REDEMPTION
Issuer	:	Metropolitan Bank & Trust Company
Description	:	US\$125MM 9% Non-Cumulative Step-Up Callable Perpetual Capital Securities
ISIN / Common Code	:	XS0243820791 / 024382079
Optional Redemption Date	:	15 February 2016

Gentlemen:

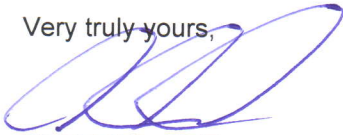
Please be advised that pursuant to Condition 7(b) of the Offering Circular dated 8 February 2006 for the US\$125,000,000 9.0% Non-Cumulative Step-Up Callable Perpetual Capital Securities (the "Capital Securities") issued by Metropolitan Bank & Trust Company (the "Bank"), and as approved by the Bangko Sentral ng Pilipinas in its letter dated October 27, 2015 a copy of which is attached hereto as **Annex A**, the Bank hereby gives notice to exercise its option to redeem the Capital Securities on 15 February 2016 (the First Optional Redemption Date) in whole in an amount equal to the Optional Redemption Price per Capital Security for a total sum of US\$125,000,000.



Please ensure that the following condition of the Bangko Sentral ng Pilipinas is complied with:

"...notify the noteholders on record at least 30 banking days prior to the redemption date".

Very truly yours,



FABIAN S. DEE
President

Handwritten initials



BANGKO SENTRAL NG PILIPINAS

CENTRAL POINT OF CONTACT DEPARTMENT I

27 October 2015

Mr. Fabian S. Dee
President
Metropolitan Bank & Trust Company
Metrobank Plaza, Sen. Gil Puyat Avenue
1200 Makati City

Dear Mr. Dee:

Subject: Metropolitan Bank & Trust Company (MBTC) – Request for Approval for the Redemption of the US\$125.0 Million 9% Non-Cumulative Step-Up Callable Perpetual Capital Securities

Please be informed that the Monetary Board, in its Resolution No. 1748 dated 22 October 2015, approved the request of MBTC for the redemption of the US\$125.0 million 9.00 Percent Non-Cumulative Step-Up Callable Perpetual Capital Securities on 15 February 2016, subject to compliance with the following conditions:

1. MBTC shall notify the noteholders on record at least 30 banking days prior to the redemption date;
2. Notwithstanding any agreement to the contrary, MBTC shall shoulder the tax due, if any, on the interest income already earned by the noteholders; and
3. MBTC shall submit, within 10 banking days after the completion of the redemption, a written notice to CPCD I of the following:
 - a. actual redemption date; and
 - b. new capital composition.

Very truly yours,


BETTY CHRISTINE C. BUNYI
Officer-In-Charge

File/Ref. No CPCD1-MBTC-L15-055