



Filinvest Development Corporation

18 April 2011

Philippine Stock Exchange

3rd Floor, Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

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

Dear Ms. Encarnacion,

We refer to your request for clarification/confirmation of the article published in the April 18, 2011 issue of the BusinessMirror, to wit:

FILINVEST Development Corp. (FDC) is forging ahead with its planned expansion into power generation this year, with a top official saying last week that the company is currently eyeing startup projects alongside those on offer for privatization by the government.

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"The power projects are not contingent on the [equity fundraising]. Fund deployment is staggered," Lourdes Yap, FDC president, told reporters on Friday.

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Yap said company is also interested in government power assets that have been identified for privatization.

"We are on the lookout for possible Psalm [Power Sector Assets and Liabilities Management Corp.] and IPPA [independent power producer administrator] contracts," Yap said, without providing additional details.

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We confirm the matters reported in the said news article.

Very truly yours,

A handwritten signature in black ink, appearing to read "Apollo M. Escarez".

ATTY. APOLLO M. ESCAREZ
VP & Corporate Information Officer