



Filinvest Development Corporation

September 11, 2006

PHILIPPINE STOCK EXCHANGE, INC.
Phil. Stock Exchange Centre, Exchange Road
Ortigas Center, Pasig City

Attention: **JURISITA M. QUINTOS**
Senior Vice-President

Re: "SEC allows Filinvest to sell P958M worth of spa shares"

Gentlemen:

We refer to your letter seeking a clarification of the above referenced article that appeared in today's issue of *BusinessWorld*.

We wish to clarify that the article refers to the approval by the Securities and Exchange Commission of the offering of club shares of Seascapes Beach Club and Spa, Inc. but FDC has neither knowledge nor notice of such an official approval at this time. Please be clarified as well that the figure of P958 million assumes the sale of all 2,395 shares at the maximum price of P400,000 per share. All other information reported in the article are fairly accurate.

Very truly yours,

(original signed)
ABNER C. GENER JR.
Corporate Information Officer