



Filinvest Development Corporation

August 15, 2007

THE PHILIPPINE STOCK EXCHANGE INC.

Philippine Stock Exchange Centre
Exchange Road, Ortigas Center
Pasig City

Attention: Atty. Pete M. Malabanan
Head, Disclosure Department

Gentlemen:

We refer to your letter dated August 15, 2007 requiring our company to confirm the veracity of the news article entitled "Supreme Court orders refund" which appeared in today's issue of the *Businessworld*. The article pertinently reads:

THE SUPREME COURT has ordered the Bureau of Internal Revenue to refund or issue a tax credit certificate worth P3.2 million to Filinvest Development Corp. for its excess creditable withholding taxes in 1995 and 1996. The high tribunal reversed the decisions of the Court of Tax Appeals (CTA) and the Court of Appeals (CA) that dismissed the petition for refund of Filinvest for lack of evidence.

Our company is the petitioner in G.R. No. 146941 entitled "*Filinvest Development Corporation vs. Commissioner of Internal Revenue*" involving a claim for refund or, in the alternative, the issuance of a tax credit certificate in the amount of ₱3,173,868.00 representing excess/unutilized creditable withholding tax of our company for the years 1995 and 1996. Our company has yet to receive a copy of the decision of the Supreme Court in the said case.

We trust the foregoing sufficiently clarifies the matter raised in your letter.

Very truly yours,

A handwritten signature in black ink, appearing to read "Abner C. Gener Jr.", written over a horizontal line.

ABNER C. GENER JR.
Corporate Information Officer