

FILINVEST DEVELOPMENT CORP.

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THE PHILIPPINE STOCK EXCHANGE

6th to 10th Floors, PSE Tower
5th Avenue corner 28th Street, Bonifacio Global City
Taguig City

Attention: **MS. JANET A. ENCARNACION**
Head, Disclosure Department

Dear Ms. Encarnacion:

We reply to your request for clarification of the news article entitled “Filinvest utility arm lands 25-year Metro Cebu water supply deal” posted in GMA News Online on July 10, 2021. The article reported in part that:

“Gotianun-led Filinvest Development Corp.’s FDC Utilities Inc. (FDCUI) secured a 25-year bulk water supply deal with the Metro Cebu Water District (MCWD).

In a statement, FDCUI said its wholly-owned subsidiary, FDC Water Utilities Inc., was given a notice of award by the MCWD for its unsolicited proposal to put up desalination plants to supply potable water to Cebu City, Lapu-Lapu City, and Talisay City.

FDCUI added that FDC Water Utilities obtained the deal following its success in the competitive challenge process as prescribed by the 2013 National Economic and Development Authority Joint Venture Guidelines between government and private entities that allow third parties to submit comparative proposals.

Desalination facilities, which are FDC Water Utilities’ flagship projects, will utilize seawater to be processed using the High Recovery Seawater Desalination Technology of its technical partner, Hitachi Ltd., Japan, the company said.

The facilities will provide MCWD a combined 80 million liters per day of high-quality potable water.

....”

Filinvest Development Corporation (“FDC”) confirms that FDC Utilities Inc. (“FDCUI”), through its wholly-owned subsidiary FDC Water Utilities Inc. (“FDCWUI”), secured a 25-year bulk water supply deal with Metro Cebu Water District (“MCWD”). FDCWUI was given a notice of award by MCWD for its unsolicited proposal to put up desalination plants to supply potable water to Cebu City, Lapu-Lapu City, and Talisay City. The desalination facilities will utilize seawater to be processed using the High Recovery Seawater Desalination Technology of its technical partner, Hitachi Ltd., Japan.

We trust you will find the foregoing in order.

Very truly yours,



SHARON P. PAGALING-REFUERZO
Corporate Secretary and
Corporate Information Officer