



Filinvest Development Corporation

12 November 2014

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 news article entitled “FDC unit passes post-qualifying phase for Mt. Apo IPPA” posted in BusinessWorld Online on 11 November 2014. The article reported in part that:

“A UNIT of Filinvest Development Corp. (FDC) is set to formally take over the contracted capacities of the Mt. Apo geothermal power plants by next month, an official said yesterday.

‘The notice of award for Mt. Apo plants was already issued to FDC Misamis [Power Corp.],’ said Emmanuel R. Ledesma, Jr., president and chief executive officer of the Power Sector Assets and Liabilities Management Corp. (PSALM).

....”

We would like to confirm that FDC Misamis Power Corporation passed the post-qualification requirements of PSALM for the Mt. Apo IPPA contract after being declared by PSALM as the highest ranking bidder. We further confirm that the turnover to FDC Misamis will be on 26 December 2014.

FDC, through its subsidiary FDC Utilities, Inc. (FDCUI), continues to explore opportunities for merger, acquisition or greenfield development to undertake its power projects. FDCUI, which is the parent company of FDC Misamis Power Corporation, is currently focused on the construction of its 405MW coal-fired power plant in Misamis Oriental and the marketing of 40MW of Unified Leyte Geothermal Power Plant’s output.

We trust you will find the foregoing in order.

Very truly yours,

A handwritten signature in blue ink, appearing to read "Sharon P. Pagaling-Refuerzo".

SHARON P. PAGALING-REFUERZO
Corporate Information Officer