

May 6, 2013

MS. JANET A. ENCARNACION

Head, Disclosure Department
The Philippine Stock Exchange, Inc.
3rd Floor, Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

Re: Clarification to the May 3, 2013 *The Manila Times.net* News Article

Dear Ms. Encarnacion:

This refers to your letter requesting clarification and/or confirmation of the information stated in *The Manila Times.net* news article dated May 3, 2013 titled “AEV income increases 17 percent to P7 billion in first quarter,” which reads, in part:

Erramon Aboitiz, AEV president and chief executive officer, said that despite drop in the group’s power business this quarter, AoitizPower’s (sic) growth trajectory and long-erm (sic) strategy of building new power plants across the Philippines remains on track.

“We remain focused on the pipeline of capacity additions which are in advanced stages of execution – together with our partners, P190 billion of capex [capital expenditure] will be put in place to build an additional capacity of 1,850 megawatts over the next five years,” he said.

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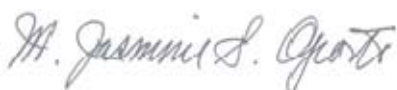
We confirm that Aboitiz Power Corporation (AboitizPower) has plans of spending around ₱190 billion in capital expenditures to fund various projects. This amount is a rough estimate of AboitizPower’s proposed capital expenditure for the next five years for existing and proposed/future projects, including such projects as the 300 MW Davao Coal Project, the 2 x 300 MW coal-fired power plant in Subic, the 35.2 MW Manolo Fortich 1 and the 16.4 MW Manolo Fortich 2 hydroelectric power plants, which have been previously disclosed.

We trust the foregoing is to your satisfaction.

Very truly yours,

ABOITIZ POWER CORPORATION

By



M. JASMINE S. OPORTO

Corporate Secretary