

August 15, 2013

**MS. JANET ENCARNACION**

Head, Disclosure Department  
Philippine Stock Exchange, Inc.  
3<sup>rd</sup> Floor, Philippine Stock Exchange Plaza  
Ayala Triangle, Ayala Avenue  
Makati City

Re: Clarification to the August 14, 2013 *The Manila Times (Internet Edition)* News Article

Dear Ms. Encarnacion:

This refers to your letter requesting us to confirm the veracity of the information contained in the *The Manila Times (Internet Edition)* article dated August 14, 2013, entitled, "Aboitiz Power formalizes interest on Psalm assets", a portion of which is quoted hereunder:

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*Aboitiz Power Corp. has formalized its interest to participate in the bidding of some of the assets of the Power Sector Assets and Liabilities Management Corp. (Psalm), including the 640-megawatt Unified Leyte geothermal power project.*

*"We're interested in the privatization of some of Psalm's assets. In fact, we have registered for Unified Leyte. We also registered for the Mindanao diesel barges, so yes, we're still open to privatization of Psalm assets," Aboitiz Power's president and chief executive officer, Erramon Aboitiz, told reporters during the celebration of the 25th anniversary of Aboitiz Foundation on Wednesday.*

*Aboitiz further said that Aboitiz Group's power business has formalized its interest to join the auction for the aforementioned Psalm assets through a letter of intent.*

*According to him, the group has applied its participation in the Unified Leyte bidding under its unit, Aboitiz Renewables, but it may eventually form a special purpose vehicle for the project.*

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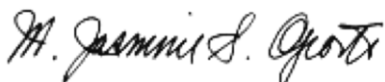
We would like to confirm that Aboitiz Power Corporation ("AboitizPower") intends to participate in the bidding for the Unified Leyte geothermal power project and the Mindanao diesel barges of the Power Sector Assets and Liabilities Management Corp. (PSALM). We further confirm that AboitizPower is participating in the aforesaid biddings through its existing subsidiaries, but may eventually form special purpose vehicles for these projects.

Thank you.

Very truly yours,

**ABOITIZ POWER CORPORATION**

By



**M. JASMINE S. OPORTO**  
Corporate Secretary