



ORTIGAS AVENUE, PASIG CITY
0300 PHILIPPINES

May 6, 2019

MS. JANET A. ENCARNACION

Head, Disclosure Department
Philippine Stock Exchange, Inc.
6/F PSE Tower
5th Avenue corner 28th Street
Bonifacio Global City, Taguig City

ATTY. JOSEPH B. EVANGELISTA

Head – Issuer Compliance and Disclosure Department
PHILIPPINE DEALING & EXCHANGE CORP.
37th Floor, Tower 1, The Enterprise Center
6766 Ayala Avenue corner Paseo De Roxas
Makati City

Gentlemen:

We reply to your letter dated May 6, 2019 (received thru EDGE Submission System at 9:14 a.m. today) requiring us to clarify and/or confirm the information contained in the news article entitled “Meralco spends P12-B capex” posted in Manila Bulletin (Internet Edition) on May 5, 2019. The article reported in part that:

“Power distributor Manila Electric Company (Meralco) has forked out over P12 billion capital expenditures (capex) as of March this year for various projects particularly network reinforcement, as well as relocation of facilities being traversed by various infrastructure projects of the government.

Of the amount, Meralco indicated that it spent P5.14 billion for new customer connections; P2.22 billion for addressing load growth and P3.51 billion for asset renewals. Meralco sets its capex covering regulatory year July to June of the following year.

....

Among the capex projects pursued have been the development of the Southwoods 115-kilovolt-34.5kV substation; the construction of the San Jose delivery point’s additional 115kV line; and the development of the Calamba 230kV substation.

....

Meralco also set expansion of its Filinvest 115kV-34.5 GIS substation as well as the installation of Zapote (Las Piñas) 5th 300-megavolt ampere power transformer; as well as other substation and network upgrade projects.

....”

With reference to the said news article, we would like to confirm the same as part of the Company’s 1st Quarter briefing presentation with the clarification that P12 Billion CAPEX mentioned in the news article is the forecasted network related capital expenditures for 2019.

We trust that you will find the foregoing clarification in order.

Very truly yours,



JOCELYN C. VILLAR-ALTAMIRA
Assistant Vice President & Head,
Corporate Governance and Compliance