



14 May 2019

THE PHILIPPINE STOCK EXCHANGE, INC.

Philippine Stock Exchange Plaza
6th Floor, PSE Tower, 28th St.
Cor 5th Ave., BGC, Taguig

Attention : JANET A. ENCARNACION
Head, Disclosure Department

Subject : "First Holdings earmarks P30B for 2019 CAPEX" news article

Gentlemen:

We refer to your letter requesting for clarification on the news article entitled "First Holdings earmarks P30B for 2019 capex" published in the May 14, 2019 issue of the Philippine Star which reported in part that:

"Lopez- led First Philippine Holdings Corp. is setting aside more than P30B for its capital expenditures this year, bulk of which will be spent for the power and real estate businesses.

"Our capex is about, on a consolidated basis, over P30 billion," FPH president and chief operating office Francis Giles Puno told reporters on the sidelines of the company's annual stockholders' meeting Friday.

"Most of it is dedicated to First Gen and Rockwell,' he said, referring to the group's power generation business First Gen. Corp and property development unit Rockwell Land Corp.

Puno added that about P24 billion of the capex would allocated to the two companies, with each receiving about P12 billion.

....

Moreover, the company official said funding for the 2019 capex would be internally generated, adding that the company does not expect any borrowings this year.

...."

We confirm that our estimated CAPEX for 2019 is around P12 billion but these would be funded by a combination of debt and internally- generated funds.

Very truly yours,

A handwritten signature in blue ink, appearing to read 'E. Almodiel', written in a cursive style.

Ellen V. Almodiel
Executive Vice-President,
Chief Finance and Compliance Officer