

FILINVEST DEVELOPMENT CORP.

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29 December 2023

PHILIPPINE DEALING & EXCHANGE CORP.

29/F, BDO Equitable Tower
8751 Paseo de Roxas, Makati City

Attention: **ATTY. MARIE ROSE M. MAGALLEN-LIRIO**
Head - Issuer Compliance and Disclosure Department (ICDD)

Re: Clarification of news article in Business World entitled "SEC approves Filinvest, Dagupan Electric Offerings"

Dear Atty. Magallen-Lirio:

We write in connection with your letter dated 28 December 2023 and received via email on 29 December 2023. In the attached news article posted in Business World entitled "SEC approves Filinvest, Dagupan Electric offerings" it was reported in part that:

"The Securities and Exchange Commission (SEC) said on Wednesday that it had approved the public offering of two companies.

The Commission En Bank (sic) of SEC had allowed the registration statement of Filinvest Development Corp. for P32 billion fixed rate bonds and xxxx.

The SEC said Filinvest Development will issue the peso-denominated bonds in tranches within three years, with the first tranche to be made up of P7 billion and an oversubscription allotment of up to P3 billion.

If realized, Filinvest Development could raise up to P9.87 billion from the offering, which it intends to use partially fund its capital expenditures, general corporate purposes as well as redemption of maturing bonds, the SEC said.

The bonds are set to be issued from Jan. 25 to 31, 2024 "in time for listing on the Philippine Dealing and Exchange Corp. by February 7, 2024, according to the latest timeline submitted to the Commission."

This is to clarify and/or confirm the following:

1. On 22 December 2023, Filinvest Development Corporation ("FDC") received the pre-effective letter issued by the SEC, following the SEC's meeting on 21 December 2023, during which FDC's application for registration of the offer and issuance of up to Php32 Billion peso-denominated fixed rate bonds which may be issued in one or more tranches, was considered.
2. FDC is yet to submit the Final Prospectus as required under the pre-effective letter, which will cover the first tranche offering up to Php7 Billion with an oversubscription of up to Php3 Billion.
3. Subject to FDC's compliance with the other requirements provided in the pre-effective letter and upon receipt from SEC of the Order of Registration and Permit to Sell, the public offering of the first tranche of the bond offering shall run from 25 to 31 January 2024, with a listing date on the Philippine Dealing & Exchange Corp. of 07 February 2024.

4. Assuming the oversubscription option is fully exercised, net proceeds from the offer are expected to reach Php9.87 Billion. The proceeds of the Offer will be used to partially finance full redemption of the company's bonds, partially fund capital expenditures and for general corporate purposes.

Very truly yours,



ATTY. LINDEZA R. ROGERO-GAVINO
Corporate Secretary and Corporate Information Officer

CC:

THE PHILIPPINE STOCK EXCHANGE

6th to 10th Floors, PSE Tower

5th Avenue corner 28th Street, Bonifacio Global City
Taguig City

Attention: **MS. ALEXANDRA D. TOM WONG**
Officer-in-Charge, Disclosure Department