

7 April 2014

PHILIPPINE STOCK EXCHANGE, INC.
3rd Floor, Tower 1
PSE Plaza, Ayala Triangle
Ayala Ave., Makati City

Attention: **Ms. JANET A. ENCARNACION**
Head, Disclosure Department

Gentlemen:

Re: Compliance with Minimum Public Ownership Requirement

We would like to inform the Exchange that, pursuant to the authority granted by the Board of Directors during its meeting held on 19 February 2014, the Company issued today (7 April 2014) a total of **109,000,000 new common shares** of the Company to three foreign investors, as follows:

- a. **Citadel Investments Limited** (subscribed for 10,000,000 shares and Php25 million payment received);
- b. **Mr. Derek Arculli** (subscribed for 10,000,000 shares and Php25 million payment received); and
- c. **Fine Land Limited** (subscribed for 89,000,000 shares and USD5 million payment received).

These subscriptions (representing about 3.25% of the Company's outstanding capital stock) were made at a price of Php2.50 per share, the same offer price at which all shareholders of the Company were allowed to subscribe by the Board of Directors pursuant to a resolution adopted on 2 January 2014. The subscriptions have resulted in a cash inflow of more than **Php272 million** to the Company, which the Company sorely needs in order to maintain its operations.

None of these subscribers are related to the Company nor to any of the major shareholders, directors and/or officers of the Company.

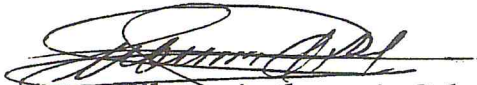
As a result of these subscriptions, the outstanding common shares of the Company have increased to **3,359,226,217 common shares** and the public float has likewise increased from 8.04% to **11.02%**.

With these subscriptions, the Company has now complied with the 10% Minimum Public Ownership requirement.

In the interest of full transparency, we also wish to inform the Exchange that another potential investor, Goodwill Financial Services Company Limited, is subscribing to 8,800,000 common shares for a subscription price of USD500,000. However, we were informed that it will remit payment only upon the lifting of the trading suspension. If this subscription is paid, the Company's public float would increase further to 11.28%.

Thank you for your kind attention to this matter.

Sincerely,


~~Atty. Clifton~~ Anthony A. Orbe
Corporate Information Officer