



April 12, 2010

MS. JANET ENCARNACION

Head, Disclosure Department
Philippine Stock Exchange, Inc.
4th Floor, Philippine Stock Exchange Centre,
Exchange Road, Ortigas Center,
Pasig City

Re: Clarification to April 10, 2010 the *Manila Standard Today* article

Dear Ms. Encarnacion,

This refers to your letter requesting us to confirm the veracity of the information contained in the *Manila Standard Today* article dated April 10, 2010 entitled, "Aboitiz Power spending \$2b in 3 years", a portion of which is quoted hereunder:

"ABOITIZ Power Corp. may invest \$2 billion in the next three years to build and buy power plants to tap surging demand for electricity amid a shortage that's limiting economic growth in the Philippines. The company, the country's second-largest power distributor, plans to expand capacity by 1,000 megawatts, or 37 percent, from the current 2,700 MW, president Erramon Aboitiz said in an interview Thursday. It may borrow and sell bonds to fund the expansion..."

This is to confirm Aboitiz Power Corporation's intent is to expand its current generation capacity which may involve fund-raising activities. However, plans to increase capacity by about 37% would entail pursuit of various greenfield and brownfield projects, including participation in the ongoing privatization of the assets of the Power Sector Assets and Liabilities Management Corporation (PSALM). These projects have not been all identified or finalized. Aboitiz Power has previously disclosed its continued interest and plans to participate in the public bidding of NPC assets under the privatization program of PSALM. There are no final projects other than those previously disclosed. Rest assured that Aboitiz Power is committed to disclosing details of all of its projects once they are finally decided and implemented.

We hope we have sufficiently clarified this matter.

Thank you.

Very truly yours,

ABOITIZ POWER CORPORATION

By

M. JASMINE S. OPORTO
Corporate Secretary