

September 13, 2011

**MS. JANET A. ENCARNACION**  
Head, Disclosure Department  
Philippine Stock Exchange, Inc.  
Tower One and Exchange Plaza  
Ayala Triangle, Ayala Avenue,  
Makati City

Re: Clarification to September 13, 2011 *The Manila Times* news article

Dear Ms. Encarnacion,

This refers to your letter requesting us to confirm the veracity of the information contained in *The Manila Times* news article dated September 13, 2011 entitled, "ERC clears Ambuklao hydro power plant", a portion of which is quoted hereunder:

*"THE Energy Regulatory Commission (ERC) has given Aboitiz Power Corp.'s joint venture the go signal to start commercial operations of a hydroelectric power plant in Benguet province.*

*In a decision, the regulator said that AP, through majority-controlled joint venture SN Aboitiz Power-Benguet Inc. met the requirements for the certificate of compliance to operate the 104.55-megawatt Ambuklao hydro plant in Bokod town.*

*The COC will allow SNAP Benguet to operate the Agno River-powered facility for five years.*

*The COC is a pre-requisite to the commercial operation of a power plant, attesting to its adherence to the environmental, technical and financial standards set forth by the ERC. ..."*

We confirm that the Energy Regulatory Commission advised SN Aboitiz Power-Benguet, Inc. (SNAP-Benguet), an affiliate of Aboitiz Power Corporation, of the approval of the permanent Certificate of Compliance (COC) for the operation of the Ambuklao Hydroelectric Power Plant. The COC which was approved on August 31, 2011 and shall be effective for a period of five years thereto, will be formally awarded to SNAP-Benguet on September 19, 2011.

Thank you.

Very truly yours,

**ABOITIZ POWER CORPORATION**

By



**M. JASMINE S. OPORTO**

Corporate Secretary

cc: **Philippine Dealing & Exchange Corp.**  
**Market Regulatory Services Group**  
Attn: **Ms. Ma. Concepcion M. Magdaraog**  
Issuer Compliance and Disclosures Department