

April 27, 2012

MS. JANET A. ENCARNACION

Head, Disclosure Department
Philippine Stock Exchange, Inc.
3rd Floor, Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

Re: Clarification to the April 27, 2012 *INQUIRER.net* news article

Dear Ms. Encarnacion;

This refers to your letter requesting us to confirm the veracity of the information contained in the *INQUIRER.net* news article dated April 27, 2012, entitled, “APC to put up 4 Mindanao plants worth P35B”, a portion of which is quoted hereunder:

“Aboitiz Power Corp. is investing P35 billion in four new power generation facilities that can add another 354 megawatts (MW) of power to the Mindanao grid by 2015”

We confirm that Aboitiz Power Corporation (“AboitizPower”), through its subsidiaries, intends to put up four power generation facilities in Mindanao with a total capacity of 353.2 megawatts (MW). Three of the power generation facilities will be run-of-river hydropower plants; Tudaya 1 and 2 with a combined capacity of 13.7 MW, Tamugan with a projected capacity of 11.5 MW, and Sita- Simod which is expected to generate 28 MW. As correctly reported, the remaining capacity will come from the Therma South, Inc.’s 300-MW circulating fluidized-bed coal-fired power plant in Davao.

These projects are under various stages of development and are subject to further studies and board approvals. We assure the Exchange that we will update the public on the progress of the foregoing projects.

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