

May 25, 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 May 25, 2012 *The Daily Tribune* news article

Dear Ms. Encarnacion;

This refers to your letter requesting us to confirm the veracity of the information contained in the *The Daily Tribune* news article dated May 25, 2012, entitled, “Aboitiz to pack 3,100 MW power in 2015 via P170-B newly built power plants”, a portion of which is quoted hereunder:

“Aboitiz Power Corp. will have a capacity of 3,100 megawatts (MW) when its planned new power generating plants are finished in 2015.

The new facilities represent a total gross amount investment of P170 billion.

AEV chairman Jon Ramon Aboitiz said the multi-billion dollar expenditure will be for the generating plants in the 600-MW RP Energy project with Meralco in Subic, the 300-MW clean coal plant with Therma South in Davao, the 400-MW plant with Team Energy in Pagbilao and the 54-MW river hydro power plants in Mindanao – a total of 3,100 MW attributable capacity for the company.”

...

We hereby clarify that Aboitiz Power Corporation (“AboitizPower”), through its subsidiaries and/or joint ventures with third parties, intends to increase its attributable capacity to at least 3,100 MW over the next five years. The increase will come from various generation projects around the country – the 600 MW coal plant in Subic, the 300 MW clean coal power plant in Davao, the 400 MW coal plant in Pagbilao, Quezon and the 54 MW hydro power plants in Mindanao. The attributable capacities of these generation plants will be in addition to AboitizPower’s existing 2,350 MW attributable capacity.

Thank you.

Very truly yours,

ABOITIZ POWER CORPORATION

By



M. JASMINE S. OPORTO
Corporate Secretary