16 April 2012

SECURITIES AND EXCHANGE COMMISSION
Attention: Director Justina F. Callangan
Corporation Finance Department

PHILIPPINE STOCK EXCHANGE, INC.
Attention: Ms. Janet A. Encarnacion
Head, Disclosure Department

Re: Meetings of the Stockholders and Board of Directors

Gentlemen:

Please be informed that at the annual meeting of the stockholders of Manila Water Company, Inc. (“Company”) held today, the stockholders considered and approved the following:

1. Amendment of the Seventh Article of the Company’s Articles of Incorporation decreasing the authorized capital stock of the Company from Four Billion Pesos (₱4,000,000,000.00) to Three Billion Five Hundred Million Pesos (₱3,500,000,000.00) for the purpose of removing the Five Hundred Million (500,000,000) redeemable preferred shares with an aggregate par value of Five Hundred Million Pesos (₱500,000,000.00), through the retirement of the said redeemable preferred shares, all of which have been redeemed and are held in the treasury.

2. Election of the following as members of the Board of Directors:

   Fernando Zobel de Ayala
   Jaime Augusto Zobel de Ayala
   Gerardo C. Ablaza, Jr.
   Antonino T. Aquino
   Ricardo Nicanor N. Jacinto
   Akinobu Ogata

   John Eric T. Francia
   Simon Gardiner
   Delfin L. Lazaro
   Jose L. Cuisia, Jr.
   Oscar S. Reyes

   Messrs. Cuisia and Reyes were elected as independent directors.

3. Appointment of SyCip Gorres Velayo & Co. as external auditors.
In the organizational meeting held after the stockholders' meeting, the Board of Directors approved the following:

1. Election and appointment of:

   a. Officers

   Chairman of the Board : Fernando Zobel de Ayala  
   Vice Chairman of the Board : Jaime Augusto Zobel de Ayala  
   President and CEO : Gerardo C. Ablaza, Jr.  
   Treasurer and Chief Finance Officer : Luis Juan B. Oreta  
   Corporate Secretary : Atty. Solomon M. Hermosura  
   Asst. Corporate Secretary : Atty. Jhoel P. Raquedan  
   Compliance Officer : Luis Juan B. Oreta  
   Chief Risk Officer : Ma. Victoria P. Sugapong

   Group Directors

   Virgilio C. Rivera, Jr. : Corporate Strategy and Development  
   Geodino V. Carpio : Operations  
   Ruel T. Maranan : Corporate Human Resources  
   Ferdinand M. Dela Cruz : East Zone Business Operations  
   Abelardo P. Basilio : Strategic Asset Management

   b. Chairmen and Members of Board Committees

   Executive Committee

   Fernando Zobel de Ayala - Chairman  
   Gerardo C. Ablaza, Jr. - Vice Chairman  
   Ricardo Nicanor N. Jacinto - Member  
   Antonino T. Aquino - Member  
   John Eric T. Francia - Member

   Audit and Governance Committee

   Oscar S. Reyes - Chairman  
   Delfin C. Gonzalez, Jr. - Member  
   Ricardo Nicanor N. Jacinto - Member  
   Jose L. Cuisia, Jr. - Member

   Nomination Committee

   Jose L. Cuisia, Jr. - Chairman  
   Jaime Augusto Zobel de Ayala - Member
John Eric T. Francia – Member
Oscar S. Reyes - Member

Remuneration Committee

Oscar S. Reyes - Chairman
Gerardo C. Ablaza Jr. - Member
Fernando Zobel de Ayala - Member
Jose L. Cuisia, Jr. - Member

Proxy Validation Committee

MWC Chief Internal Auditor – Chairperson (Ma. Lourdes P. Miranda)
MWC Legal & Corporate Governance – Member (Atty. Jhoel P. Raquedan)
Representative of External Auditor - Member

2. Declaration of Cash Dividends

The Board declared the following first semester 2012 cash dividends: (i) ₱0.298 per share on the outstanding common shares, and (ii) ₱0.0298 per share on the outstanding participating preferred shares. The dividends are payable on May 24, 2012 to stockholders of record as of April 30, 2012.

Enclosed is the press release in relation to the stockholders’ meeting.

Very truly yours,

[Signature]

JHOEL P. RAQUEDAN
Head, Legal and Corporate Governance Department
Assistant Corporate Secretary
Manila Water Continues to Grow in 2011

In its recently concluded annual stockholders meeting, Manila Water reaffirmed its commitment to service and continued growth. This year, the company will be celebrating its 15th year in operations, building on its track record of delivering reliable 24/7 potable water supply to its customers. Since 1997, the company has built an impressive portfolio of businesses operating in various areas such as Laguna, Boracay Island, Clark Freeport Zone and Ho Chi Minh City, Vietnam.

In the East Zone, Manila Water continued to operate efficiently by maintaining its non-revenue water at 11.2%, strengthening its ability to extend its service to more customers. In 2011, over 44,000 new service connections in the areas of Rizal, Antipolo, Taguig and Marikina were established.

The company invested a total of P9.2 billion in capital investments on key initiatives such as water and wastewater coverage expansion, network reliability improvements and the development of a new water source. These efforts, in turn, will allow Manila Water to serve more people in the East Zone and mitigate the possible impact of climate change on its operations and service levels.

Meanwhile, operating subsidiaries Laguna Water and Boracay Island Water have also continued to perform well and contributed to Manila Water's growth in 2011. Both subsidiaries have increased water sales by double digits in 2011 on the back of strong growth in their respective customer base.

In 2011, Manila Water also announced its continued expansion through the acquisition of Clark Water, the water and wastewater concessionaire of the Clark Freeport Zone in Angeles, Pampanga and Thu Duc Water BOO, the bulk water supplier to several key districts in Ho Chi Minh City in Vietnam with current minimum sales of 300 million liters per day (mld).

Earlier this year, Manila Water also announced its entry into the province of Cebu through a bulk water supply project in partnership with the Provincial Government of Cebu to augment the existing water supply gap in the province.

With a guiding theme of "Partnering towards Sustainability", Manila Water submitted its business plan in March 2012 in line with the Rate Rebasing for 2013. The Company outlined four key pillars of focus: Service Continuity, Water Security, Service Accessibility, and Environmental Sustainability.

"Through our consistent focus, skills and core competencies, Manila Water is well positioned to meet the challenges of today and tomorrow in the East Zone and in our new markets," said Gerardo C Ablaza, Jr., President and CEO.

Manila Water also declared a cash dividend of P0.298 to common shareholders. The Company declares cash dividends twice a year corresponding to an annual dividend payout ratio of 35% of previous year’s net income. The cash dividends will be paid on May 24, 2012 to stockholders of record as of April 30, 2012.