July 22, 2008

PHILIPPINE STOCK EXCHANGE, INC.
Disclosure Department
Philippine Stock Exchange Centre
Exchange Road, Ortigas Center
Pasig City

Attention: Atty. Pete M. Malabanan
Head, Disclosure Department

Meeting of the Board of Directors

Dear Sir:

Please be informed that at the regular meeting of the board of directors (Board) of Manila Water Company, Inc. (Company) today, the Board considered and approved the following:

1. Declaration of Cash Dividends on Common and Preferred Shares

The Board declared the following second semester 2008 cash dividends: (i) ₱0.175 per share on the outstanding common shares, and (ii) ₱0.0175 per share on the outstanding participating preferred shares. The dividends are payable to stockholders of record as of August 5, 2008, to be paid on September 2, 2008.

2. Election to the Remuneration and Nomination Committee

(i) Remuneration Committee

The Board increased the number of members of the Remuneration Committee to four, and elected Mr. Cielito Habito as the additional member. The Board also elected Mr. Oscar Reyes as chairman of the Remuneration Committee, to replace Mr. Fernando Zobel de Ayala who will remain as committee member.
(ii) Nomination Committee

The Board elected Mr. Habito as a member of the Nomination Committee.

3. Other Matters

The Board also discussed (i) Manila Water’s financial and operating highlights; (ii) updates on expansion projects; (iii) corporate governance, risk management and sustainable development programs; and (iv) administrative matters.

Best regards.

Sincerely,

Glorina P. De Castro
Compliance Officer