November 15, 2005

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

Attention: Ms. Jurisita M. Quintos
Senior Vice President

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. (Manila Water) today, the Board considered and approved the following:

1. Declaration of Cash Dividends

The Board authorized the payment of a cash dividend per share of 10% (₱0.01) per annum, for the one year period from January 1, 2005 to December 31, 2005, on the outstanding 4 billion Participating Preferred Shares (PPS) of the capital stock of MANILA WATER, payable to PPS Stockholders of record as of November 15, 2005, and distributable on December 29, 2005.

The Board further authorized the payment of a cash dividend per share of 8% (₱0.08) per annum, for the one year period from January 1, 2005 to December 31, 2005, on the outstanding 400 million Redeemable Preferred Shares (RPS) of the capital stock of MANILA WATER, payable to RPS Stockholders of record as of November 15, 2005, and distributable on December 29, 2005. The Board also authorized the redemption by MANILA WATER of 100 million of said RPS on December 29, 2005.

2. Setting of 2006 Annual Stockholders’ Meeting

The Board set April 3, 2006 as the date of the 2005 MANILA WATER Annual Stockholders’ Meeting in accordance with the MANILA WATER By-Law provision that the MANILA WATER
annual meeting of stockholders “shall be held on any date in April of each year as may be
determined by the Board of Directors”.

Best regards.

Sincerely,

(Sgd.)

Jewel C. Fernandez-Austria
Legal and Investment Officer