March 17, 2009

The Philippine Stock Exchange
Atty. Pete M. Malabanan
Head, Disclosure Department
4/F PSE Center, Exchange Road
Ortigas Center, Pasig City

Dear Sir:

In a public consultation called by the Metropolitan Waterworks and Sewerage System (MWSS) Manila Water presented a proposal to extend the concession agreement by an additional 15 years in order to mitigate future tariff increases.

Under the plan, the new tariffs will only increase by P1 per year from 2010 to 2012 due to the additional 15 year recovery period.

Thank you.

Sincerely Yours,

ANTONINO T. AQUINO
President