5 February 2010

SEcurities and exchange commission
Attention: Director Justina F. Callangan
Corporation Finance Department

philippine stock exchange, inc.
Attention: Ms. Janet A. Encarnacion
Head, Disclosure Department

philippine dealing & exchange corporation
Attention: Mr. Cesar B. Crisol
President and Chief Operating Officer

Re: Joint Venture Agreement with Jindal Water Infrastructure Limited

Gentlemen:

Please be informed that Manila Water Company, Inc. (Manila Water) has signed a Joint Venture Agreement (JVA) with Jindal Water Infrastructure Limited (JWIL) which embody their commitments to jointly develop new businesses in the field of water supply, wastewater and other environmental services in the states of Rajasthan, Gujarat and Maharashtra in India.

Under the JVA, Manila Water and JWIL will form a Joint Venture Company (JVC) to serve as a vehicle for the planning and development of projects in the aforementioned states in India. Key management officers of both parties shall compose the JVC’s Management and Project Team where business development initiatives shall be carried out through a pre-agreed development budget.

The New Delhi-based JWIL is part of the O P Jindal Group, one of India’s largest business houses. JWIL was formed as a service company to focus on designing sustainable and innovative solutions in water and wastewater management.

Through this partnership, Manila Water and JWIL seek to leverage on their key strengths and core competencies and eventually provide synergies in establishing a regional presence in India.

Thank you.

Sincerely,

Lizelle Almora-Dimanadina
Legal and Corporate Governance Manager