15 August 2014

SECURITIES AND EXCHANGE COMMISSION
SEC Building, EDSA, Greenhills
Mandaluyong City, Metro Manila

Attention : Director Vicente Graciano P. Felizmenio, Jr.
Market & Securities Regulation Department

PHILIPPINE STOCK EXCHANGE, INC.
3/F Tower One and Exchange Plaza
Ayala Triangle, Ayala Ave., Makati City

Attention : Ms. Janet A. Encarnacion
Head, Disclosure Department

Subject : Amendment to the Concession Agreement dated 16 March 2000
of Clark Water Corporation, a wholly-owned subsidiary of Manila Water

Gentlemen:

Please be informed that today, Clark Water Corporation ("Clark Water"), a wholly-owned subsidiary of Manila Water Company, Inc., and Clark Development Corporation ("CDC"), signed an amendment agreement to their Concession Agreement dated 16 March 2000 (the "Amendment"). The Amendment provides for, among others, the (a) extension of the original concession period for another fifteen (15) years or up to October 1, 2040, (b) additional investment by Clark Water of Php5.0 billion for the entire concession period, as extended, to be spent for the further improvement and expansion of water and wastewater services in the service area, and (c) the introduction of a rebasing mechanism that will enable Clark Water to recover its investment at a reasonable tariff to the locators of CDC and residents in the service area.

Thank you.

Very truly yours,

[Signature]

JHOEL P. RAQUEDAN
Chief Legal Counsel
Assistant Corporate Secretary