29 May 2017

Securities and Exchange Commission
Secretariat Building, PICC Complex, Roxas Boulevard, Pasay City, Philippines

Attention: Mr. Vicente Graciano P. Felizmenio, Jr.
Director, Markets and Securities Regulation Department

Philippine Stock Exchange, Inc.
Tower One and Exchange Plaza, Ayala Triangle, Ayala Avenue, Makati City, Philippines

Attention: Mr. Jose Valeriano B. Zuño III
OIC – Head, Disclosure Department

Subject: Manila Water’s Singapore Subsidiary Signs Agreement for Additional Investment in Saigon Water Infrastructure Corporation in Vietnam

Gentlemen:

Please be informed that Manila Water South Asia Holdings Pte. Ltd. (“MWSAH”), a wholly-owned subsidiary1 of Manila Water Company, Inc. (“Manila Water”) in Singapore, has signed an Investment Agreement (“Agreement”) with Saigon Water Infrastructure Corporation (“SII”) for the acquisition of additional 6,146,000 primary shares of SII which will allow MWSAH to own a total of 37.99% of the outstanding capital stock of SII. Under the Agreement, MWSAH shall pay the subscription price after compliance by SII with all the Conditions Precedent, unless waived by MWSAH.

SII is a holding company in Vietnam that is listed in the Ho Chi Minh City Stock Exchange. It aims to become the first fully integrated company in the Vietnam water and wastewater infrastructure sector, through the construction of water and wastewater treatment plants and the provision of engineering, operation and management services and other similar activities. Its current investments include Tan Hiep 2, a bulk water company providing 300 million liters per day to the state-owned utility serving the area of Hoc Mon, Ho Chi Minh City. It also has investments in Cu Chi Water which distributes water to the Cu Chi district in Ho Chi Minh City with almost 75,000 water service connections. Outside of Ho Chi Minh City, it has investments in a 20 million liter per day bulk water company as well as a water distribution company in the major provinces of Gia Lai and Lam Dong, respectively.

Manila Water undertakes to provide the Exchange with all the necessary information about the transaction upon the completion of the acquisition.

Very truly yours,

Jhoel P. Raquedan
Chief Legal Counsel
Assistant Corporate Secretary

1 Ownership of Manila Water is through Manila Water Asia Pacific Pte. Ltd., also a wholly-owned Singapore subsidiary