December 6, 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. Zuno III
OIC - Head, Disclosure Department

Subject : Notice of Award from the Leyte Metropolitan Water District

Gentlemen :

Please be informed that Manila Water Company, Inc. (“Manila Water”) received the Notice of Award dated December 6, 2017 (the “Notice”) from the Leyte Metropolitan Water District (LMWD) for the implementation of the joint venture project for the design, construction, rehabilitation, maintenance, operation, financing, expansion, and management of the water supply and sanitation facilities and services of LMWD in the Province of Leyte (the “Project”).

The conditions precedent specified in the Notice include the incorporation of a special purpose vehicle (SPV) which will implement the Project under a contractual joint venture with the LMWD.

Upon completion of the conditions precedent specified in the Notice, the SPV and the LMWD shall enter into a joint venture agreement that will grant the SPV, as contractor to perform certain functions and as agent for the exercise of, the sole and exclusive right to manage, operate, maintain, repair, refurbish and improve, expand and as appropriate, decommission, the facilities of LMWD in its Service Area, including the right to bill and collect tariff for the provision of water supply and sanitation services in the Service Area of LMWD.

LMWD’s Service Area covers the City of Tacloban and seven other municipalities namely, Palo, Tanauan, Dagami, Tolosa, Pastrana, TabonTabon, Santa Fe, all in the Province of Leyte, with a total estimated population of 483,000. As of 2016, LMWD serves over 31,000 water service connections with a billed volume of 27 Million liters per day. Manila Water's proposal includes the following: (i) Development of interim and long term sources, (ii) Expansion of distribution network, (iii) Reduction of Non-Revenue Water and (iv) development of Sanitation Services.
Manila Water undertakes to provide the Exchange with further developments regarding this transaction.

Very truly yours,

[Signature]

JHOEL P. RAQUEDAN
Chief Legal Counsel
Assistant Corporate Secretary