January 24, 2017

SECURITIES AND EXCHANGE COMMISSION
SEC Building, EDSA, Greenhills, Mandaluyong 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: Notice of Award from the Obando Water District

Gentlemen:

Please be informed that today, the consortium of Manila Water Company, Inc. ("Manila Water") and its wholly-owned subsidiary, Manila Water Philippine Ventures, Inc. ("MWPV"), (collectively the "Consortium"), received the Notice of Award dated January 24, 2017 (the "Notice") from the Obando Water District (OWD) for the implementation of the joint venture project for the design, construction, rehabilitation, maintenance, operation, financing, expansion, and management of the water supply system and sanitation facilities of the OWD in the Municipality of Obando in the province of Bulacan (the "Project").

Upon completion of the conditions precedent specified in the Notice, the Consortium and the OWD shall enter into a joint venture agreement that will require the formation of a Joint Venture Company ("JVC") which will implement the Project. Thereafter, the JVC will enter into a Concession Agreement with OWD where the latter will grant the JVC, as contractor to perform certain functions and as agent for the exercise of OWD's rights and powers, as contractor to perform certain functions and as agent for the exercise of its right and powers, the sole right to develop, manage, operate, maintain, repair, refurbish and improve, expand and as appropriate, decommission, the Facilities in the Service Area, including the right to bill and collect tariff for water and sanitation services supplied in the Service Area of OWD.

Manila Water undertakes to provide the Exchange with further developments regarding this transaction.

Very truly yours,

JHOCNEL P. RAQUEDAN
Chief Legal Counsel
Assistant Corporate Secretary