STOCK TRANSFER AGENCY
BPI - CORPORATE BANKING OPERATIONS DIVISION

January 05, 2007

PHILIPPINE STOCK EXCHANGE
Tektite Tower 1, Ortigas Complex
Pasig City

Attention: ANGEL S. AVERIA
CTO- Information Technology Division

Subject: FOREIGN OWNERSHIP MONITORING REPORT AS OF December 31, 2006

Gentlemen:

In compliance with Memo Broker No 304, Series of 1998 of the Philippine Stock Exchange, Inc., we report herewith the percentage ownership level of the the indicated listed company:

<table>
<thead>
<tr>
<th>ISSUER</th>
<th>TOTAL OUTSTANDING SHARES</th>
<th>SHARES ALLOWED TO FOREIGNERS</th>
<th>SHARES OWNED BY FOREIGNERS</th>
<th>SETTLEMENT DATE</th>
<th>LAST PROCESSED BY PCD</th>
<th>DATE OF LAST DIS \ REQUEST PROCESSED (IF ANY)</th>
</tr>
</thead>
<tbody>
<tr>
<td>MANILA WATER CO. INC.</td>
<td>6,015,248,968</td>
<td>2,406,099,587</td>
<td>1,157,109,253</td>
<td>12/28/06</td>
<td>12/29/06</td>
<td></td>
</tr>
</tbody>
</table>

Submitted by:

STOCK TRANSFER AGENCY

Ms. Ma. Rosalie G. Evangelista
Operations Head