28 September 2018

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

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

Philippine Stock Exchange, Inc.
PSE Tower, 5th Avenue corner 28th Street, Bonifacio Global City, Taguig City

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

Subject : MWSS Rate Rebasing Determination

Gentlemen :

Please be informed that, on 27 September 2018, the Metropolitan Waterworks and Sewerage System has approved Manila Water’s Rebasing Adjustment for the Fifth Rate Rebasing Period (2018 to 2022). To mitigate the impact of the tariff increase on its customers, Manila Water shall stagger its implementation over a five-year period, as follows:

<table>
<thead>
<tr>
<th>Year</th>
<th>Increase</th>
</tr>
</thead>
<tbody>
<tr>
<td>October 2018</td>
<td>PhP 1.46</td>
</tr>
<tr>
<td>January 2019</td>
<td>PhP 0.00</td>
</tr>
<tr>
<td>January 2020</td>
<td>PhP 2.00</td>
</tr>
<tr>
<td>January 2021</td>
<td>PhP 2.00</td>
</tr>
<tr>
<td>January 2022</td>
<td>PhP 0.76 to 1.04</td>
</tr>
</tbody>
</table>

The first tranche shall take effect on 16 October 2018 after due publication.

Thank you very much.

Very truly yours,

Gerardo M. Lobo II
Assistant Corporate Secretary