

18 August 2016

Philippine Stock Exchange, Inc.

3rd Floor, Tower One and Exchange Plaza
Ayala Triangle, Ayala Ave., Makati City
Attention: Ms. Janet A. Encarnacion
Head, Disclosure Department

Philippine Dealing and Exchange Corporation

37th Floor, Tower 1, The Enterprise Center
6766 Ayala Ave cor. Paseo de Roxas, Makati City
Attention: Ms. Vina Vanessa S. Salonga
Head, Issuer Compliance and Disclosures Department

Securities and Exchange Commission

SEC Building, Mandaluyong City
Attention: Hon. Vicente Graciano P. Felizmenio, Jr.
Director, Market Regulation Department

Dear Mesdames and Gentlemen,

Please be informed that our Board of Directors, at its regular meeting held this afternoon, approved the following:

1. The declaration of cash dividends of P0.238 per outstanding common share. This brings full year dividends to P0.476 per common share, which reflects a 15% increase from last year's regular cash dividends, and payout ratio of 40% of prior year's earnings. The cash dividend will be payable on September 16, 2016 to stockholders of common shares as of record date September 2, 2016.
2. The terms and conditions of (a) the Php3 billion Homestarter Bonds and (b) the Php7 Billion Third Tranche of the Fixed Rate Bond Series both of which will be issued under the Corporation's Php50 Billion Debt Securities Program as approved by the Securities and Exchange Commission in March 2016.

Thank you.

Very truly yours,



JAIME E. YSMAEL
Senior Vice President
Chief Finance Officer and Compliance Officer