

January 3, 2006

PHILIPPINE STOCK EXCHANGE

4/F PSE Center, Exchange Road
Ortigas Center, Pasig City

Attention: **Ms. Jurisita M. Quintos**
Senior Vice President
Disclosure Department

Madam:

This is in response to your letter dated January 2, 2006, requesting for confirmation of the veracity of information contained in the news article entitled "ALI to issue P252-M bonds in January" published in the December 30, 2005 issue of the Manila Bulletin.

We confirm that the statements in the said article are generally correct, subject however to the following clarifications:

- a) The main purpose of the bond issuance is to benefit the low to middle-income market segment, by encouraging sufficient savings to enable them to own real estate property in the future.
- b) The issue date of "January 23, 2006 or such other date as may be agreed by the company and its issue manager and underwriter" as indicated in the Prospectus is an estimated issue date for the first series of the bonds and is subject to change depending on when the Permit to Sell will be obtained from the Securities and Exchange Commission.
- c) Furthermore, the total issue size is P252 million, to be issued in series of P7 million monthly over 36 months. The P242.615 million net proceeds indicated in the Prospectus is an estimate of the net amount that will be generated over the three-year period, net of all related fees.

Thank you.

Very truly yours,

(original copy signed)

RENATO O. MARZAN
Assistant Corporate Secretary

cc:
SECURITIES AND EXCHANGE COMMISSION
SEC Building, EDSA, Mandaluyong City

Attention: **Director Justina F. Callangan**
Corporation Finance Department