

15 March 2017

**PHILIPPINE STOCK EXCHANGE, INC.**

3/F Philippine Stock Exchange Plaza  
Ayala Triangle, Ayala Avenue  
Makati City

**Attention: MR. JOSE VALERIANO B. ZUÑO III**  
OIC - Head, Disclosure Department  
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**PHILIPPINE DEALING & EXCHANGE CORP.**

37/F Tower 1, The Enterprise Center  
6766 Ayala Ave. cor. Paseo de Roxas, Makati City

**Attention: MS. VINA VANESSA S. SALONGA**  
Head, Issuer Compliance and Disclosure Department  
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Gentlemen:

In compliance with your requirements, please be informed that our Board of Directors approved this afternoon, the increase in the Bank's authorized capital stock from P25.0 Billion to P33.0 Billion, or from 2,500,000,000 to 3,300,000,000 shares with a par value of P10.00 per share, and declaration of 8% stock dividend to cover the required minimum subscription and payment on the increase, with any fractional share resulting therefrom to be rounded-up to one (1) share.

The foregoing matters shall be subject to the approval and ratification by the stockholders at the scheduled annual stockholders' meeting on 04 May 2017, and thereafter, to the evaluation and approval of the appropriate regulatory agency/ies. The record date and issuance/payment of the stock dividends will be set by the Board after verification or approval thereof by the Bangko Sentral ng Pilipinas, Philippine Stock Exchange and/or Securities and Exchange Commission.

Thank you.

Very truly yours,

  
**ATTY. CORAZON I. MORANDO**  
Vice President & Corporate Secretary  
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