



22 July 2008

PHILIPPINE STOCK EXCHANGE

Disclosure Department
PSE Center
Exchange Road
Ortigas Center, Pasig City

Attention : **Atty. Pete M. Malabanan**
Head - Disclosure Department

Re : **BOI APPROVAL FOR ₱1.3B EURO-MED EXPANSION**

Gentlemen :

With reference to our disclosure last 08 July 2008; please be advised that this afternoon, we received the official notification from the BOI of approval for our fuel cell project. Such approval mainly provides for :

- 1.) A six (6) years income tax holiday starting from June, 2010 on earnings from the sale of Carbon Emission Credits.
- 2.) Alternate to the income tax holiday, an additional deduction, for five (5) years from taxable income of 50% of the wages corresponding to the increment in number of direct labor for skilled and unskilled workers in the year of availment as against the previous year.
- 3.) Employment of foreign nationals for five (5) years.
- 4.) Importation of consigned equipment for ten (10) years subject to posting of re-export bond.
- 5.) Duty free importation of capital equipment from registration until 16 June 2011.

Thank you.

Very truly yours,


JANICE R. ONG
Corporate Secretary