



26 July 2011

PHILIPPINE STOCK EXCHANGE, INC.

3rd Floor, Tower 1
PSE Plaza, Ayala Triangle
Ayala Avenue, Makati City

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

Ladies and Gentlemen:

Re: Philippine Bank of Communications

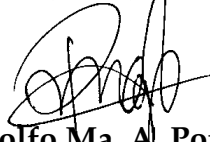
ISM COMMUNICATIONS CORPORATION (the "Company") wishes to inform the Philippine Stock Exchange that earlier this afternoon a Memorandum of Agreement ("MOA") was signed among the three major shareholders of the Philippine Bank of Communications (the "Bank"), namely, the Chung, Luy and Nubla Groups (the "Selling Shareholders") and a group of investors led by the Company (the "ISM Group"), which was earlier selected by the Selling Shareholders to be the Bank's Strategic Third Party Investor. The MOA involves the sale by the Selling Shareholders of their entire stake in the Bank, representing at approximately **97.28%** of the Bank's outstanding capital, for a total consideration of **Php4,681,316,107.24** to the ISM Group, subject to regulatory approvals.

A special meeting of the Bank's Board of Directors was held afterwards where the following directors and officers of the Company were elected directors and/or corporate officer of the Bank:

Name	Position/s in ISM	Position/s in PBCOM
1. Roberto V. Ongpin	Chairman of the Board, Chief Executive Officer and Director	Chairman of the Board and Director
2. Eric O. Recto	President and Director	Vice Chairman and Director
3. Reynaldo G. David	Independent Director	Director
4. Rodolfo Ma. A. Ponferrada	Corporate Secretary and Corporate Information Officer	Corporate Secretary and Corporate Information Officer

We trust that you find the foregoing in order.

Very truly yours,

A handwritten signature in black ink, appearing to read 'Rodolfo Ma. A. Ponferrada', written in a cursive style.

Rodolfo Ma. A. Ponferrada
Corporate Information Officer