



 **Globe Telecom, Inc.**
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August 5, 2016

Philippine Stock Exchange, Inc.
3/F Tower One and Exchange Plaza,
Ayala Triangle, Ayala Avenue, Makati City

Attention: Mr. Jose Valeriano B. Zuño III
OIC – Head, Disclosure Department

Philippine Dealing and Exchange Corporation
37/F Tower 1, The Enterprise Center,
6766 Ayala Avenue corner Paseo de Roxas, Makati City

Attention: Ms. Vina Vanessa S. Salonga
Head, Issuer Compliance and Disclosure Department

Re: Response to PSE Inquiry – Clarification of News Report

Gentlemen:

This is in reply to the Philippine Stock Exchange's (PSE) letter dated August 5, 2016 seeking clarification and/or confirmation on the news article entitled "CA rules in favor of Globe over PCC" posted on August 5, 2016 in The Daily Tribune (Internet Edition), which reported in part that:

"Throwing out the opposition of the Philippine Competition Commission (PCC), the Court of Appeals (CA) approved Globe Telecom's urgent motion to consolidate its petition with PLDT. Globe general counsel Froilan Castelo said the CA decision is contrary to PCC's claim of forum shopping.

'Globe has followed the rules, and that motion to consolidate is just in accordance with Rule 31 of the Rules of Court. This is only but fitting as all Globe's actions on this matter are well within the bounds of the rules, especially that of PCC's Memorandum Circular 2016-002. We are disappointed that it is the PCC itself that does not follow the rules — the Rules of Court when it opposes the consolidation of the cases; and their own rules, MC 2016-002.' Castelo said.

The CA's 6th Division approved the consolidation of the Globe case in its order dated July 28, 2016, being 'consistent with Section 1, Rule 31 of the Rules of Court'. Both Globe and PLDT have filed separate petitions to oblige PCC to declare the transaction as 'deemed approved' under their MC 2016-002.

...."

We wish to confirm that consistent with Section 1, Rule 31 of the Rules of Court, the Court of Appeals granted our Urgent Motion to Consolidate our Petition with that of Philippine Long Distance Telephone Company (PLDT), in a resolution dated July 28, 2016 which we received on August 2, 2016.

Thank you very much.

Very truly yours,

A handwritten signature in blue ink, appearing to read "Marisalve Ciocson-Co". The signature is stylized and includes a horizontal line at the end.

ATTY. MARISALVE CIOCSON-CO
Compliance Officer, Assistant Corporate Secretary
and Vice President, Law and Compliance