



21 October 2016

**THE PHILIPPINE STOCK EXCHANGE
3/F Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City, Philippines 1226**

**ATTENTION: JOSE VALERIANO B. ZUÑO III
OIC - HEAD, DISCLOSURE DEPARTMENT**

Dear Mr. Zuno,

Please be informed that the Board of Directors of Philippine Savings Bank noted the approval granted by the Bangko Sentral ng Pilipinas to exercise the call option on its Unsecured Subordinated Debt – Tier 2 Notes amounting to Php 3.0 billion issued in 2012. The exercise of the call option is allowed by BSP regulations after five years from the date of issuance or on 21 February 2017.

In connection with this, the Board of Directors approved the authority of President Mr. Vicente R. Cuna, Jr. to sign, execute and deliver any and all documents and to do and perform any and all acts as may be necessary to carry into effect the intents and purposes behind the exercise of the call option for the PSBank Tier 2 Notes.

Thank you.

Very truly yours,

**PERFECTO RAMON Z. DIMAYUGA JR.
SVP and Chief Finance Officer**