



22 July 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, in its meeting held today, 22 July 2016, passed a resolution approving the exercise of the option to call on PSBank's Unsecured Subordinated Debt –Tier 2 Notes amounting to Php 3.0 billion issued in 20 February 2012, pending approval from the Bangko Sentral ng Pilipinas (BSP).

The redemption will fall under the call provisions of the Notes, which have a 10-year maturity or until 2022. The exercise of the call option is allowed by BSP regulations after five years from date of issuance or on 23 February 2017.

Thank you.

Very truly yours,

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