



17 December 2012

PHILIPPINE STOCK EXCHANGE, INC.

Attention: Ms. Janet A. Encarnacion
Head, Disclosure Department
3rd Floor, Philippine Stock Exchange Plaza
Ayala Avenue, Makati City

Gentlemen:

We reply to your letter dated today requesting clarification on the news article entitled "GMA Network may miss profit goal" posted in *Manila Standard Today (Internet Edition)* on December 15, 2012. The article reported in part that:

GMA Network Inc. might miss its target net income guidance for the year due to higher expenses, its chairman said Thursday night.

GMA Network chairman Felipe Gozon told reporters hitting this year's projected P2.3-billion net income guidance was unlikely because of expenses that include bonuses of up to 15 month pay to employees.

"We might not hit the P2.3 billion profit this year. But definitely we will exceed what we did in 2011 of P 1.7 billion. Our expenses ballooned this year, and that include among others bonuses of employees. As early as October, we were giving bonuses to employees. If we hit around P 2 billion, we're okay." Gozon said.

He added the revenue stream was on track of the P13 billion guidance.

Further to our disclosure last Friday, we confirm the statements made by GMA Chairman and Chief Executive Officer Felipe L. Gozon that we might not hit the P 2.3 billion profit target this year but is on track in hitting the P 13 Billion revenue guidance.

Very truly yours,

A handwritten signature in black ink, appearing to read "AR" or similar initials, written in a cursive style.

AYAHL ARI AUGUSTO P. CHIO

Vice President

Investor Relations and Compliance

Cc:

SECURITIES AND EXCHANGE COMMISSION

Director Justina F. Callangan
Corporate Finance Department

GMA Network, Inc.