



04 June 2012

SECURITIES AND EXCHANGE COMMISSION

Attention: Director Justina F. Callangan
Corporate Finance Department
SEC Building, EDSA, Mandaluyong City

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 *The Philippine Star*, the relevant portion of which reads as follows:

“As **The STAR** reported in a scoop a few issues ago, the *Kapatid* Network TV5 and *Kapuso* Network GMA have merged, a landmark development to be formally launched end of November.

This was virtually confirmed by *Kapatid* big boss **Manny V. Pangilinan (MVP, photo)** during the presscon last Saturday in San Francisco where a partnership between TV5 and Dish Network was formally signed, called Dish Ko ‘To, promoting the combined channels of GMA Pinoy TV and *Kapatid* TV5. Dish is the leading provider of satellite television in the US.

We are not in a position to comment since we are not the source of the quote or information, or to definitely say whether the information is accurate or not. To the best of our knowledge the source of this information is claiming to have been misquoted. We humbly suggest that if the Exchange wants to verify the source of the information, they can do so with Mr. Pangilinan who Mr. Lo attributed the information to have come from.

Very truly yours,

A handwritten signature in black ink, appearing to be "Ayaahl Ari Augusto P. Chio".

AYAHL ARI AUGUSTO P. CHIO
Vice President
Investor Relations and Compliance

GMA Network, Inc.

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