



05 June 2013

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

Attention: **Ms. Janet A. Encarnacion**  
*Head, Disclosure Department*

**Ms. Ma. Ilonah Jane T. Torres**  
*Analyst, Disclosure Department*

Gentlemen:

We reply to your request for clarification on a news article entitled "LR's fund raising" posted in *Inquirer.net* on 04 June 2013. The pertinent portion of the article states:

Gaming firm Leisure and Resorts World Corp. (LR) has done the rounds with institutional investors in relation to a P1.75-billion preferred shares offering. From what we gathered, LR has obtained commitments on this requirement, particularly from state-controlled pension fund Government Service Insurance System, which is keen on investing P750 million or half of the fresh equity needed by LR. GSIS president Robert Vergara confirmed to Biz Buzz the agency's plans to invest in LR, citing attractive interest rates that could help boost the pension fund's asset yield in this record-low interest environment. LR's perpetual bonds have an indicative yield of 8.5 percent a year.

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Industry sources said that other investor groups with existing interest in LR have also committed to subscribe to the new preferred shares, including businessman Eusebio Tanco (through Philplans) and the Vantage group.

As disclosed to the Exchange on 23, 24, 28 January and 22 March 2013, the Company shall offer ₱1.75 billion perpetual preferred shares through private placement. We confirm that the Company has received commitments from GSIS and the Vantage group as stated in the article.

Very truly yours,

A handwritten signature in black ink, appearing to read 'RAUL G. GERODIAS', with a large, sweeping initial 'R'.

**RAUL G. GERODIAS**  
*Compliance Officer*