



Energy Development Corporation
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February 2, 2012

JANET A. ENCARNACION
HEAD, Disclosures Department
The Philippine Stock Exchange, Inc.
Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue, Makati City

Dear Ms. Encarnacion:

Further to our disclosure dated November 29, 2011, we would like to inform the Philippine Stock Exchange of the following update regarding the Energy Development Corporation's ("EDC") discussions for a Joint Venture ("JV") with Hot Rock Limited of Australia ("HRL").

On 2 February 2012, EDC entered into Joint Venture Agreements ("JVA") with HRL to co-develop four (4) geothermal exploration projects (the "Projects"): the Calerias and Longavi projects in Chile, and the Quellaapacheta and Chocopata projects in Peru. EDC and HRL successfully concluded negotiations after discussions began with the signing of the Heads of Terms Agreement last November 28, 2011. Under the terms of the JVAs, EDC has obtained a 70% interest in each of the Projects and HRL taking the remaining 30% interest.

A full team of geothermal scientists will be deployed to Chile this month to start development activities on the joint venture projects.

HRL is an Australian company listed on the ASX, and has acquired 23 geothermal tenements across Chile, Peru and Australia. With an experienced and accomplished geothermal team, the company has been among the first to identify and obtain some of the most attractive concession areas in Latin America.

Very truly yours,

A handwritten signature in black ink that reads "Rowena C. Clemente".

Rowena C. Clemente
OIC, Corporate Information Officer