

2017 Corporate Governance
Report

**Disclosure and
Transparency**

Energy Development Corporation

DISCLOSURE AND TRANSPARENCY

EDC endeavors to provide investors and all stakeholders timely, complete, and adequate information that may affect their decision to deal with Company shares. Material information about EDC are disclosed in accordance with SEC and PSE's reporting requirements.

Responsible persons for information disclosure. EDC's President and members of Management, each in their respective sectors, review and approve major company announcements. The Company's Corporate Secretary/ Assistant Corporate Secretary and Compliance Officer, as may be applicable, are responsible for making timely disclosures to the SEC. In coordination with them, its Investor Relations (IR) Department is responsible for disclosing to the PSE and ensuring that disclosures are made prior to their release to the news media.

Contents of disclosures. Disclosure of such information found in EDC's annual and quarterly financial statements (i.e. SEC Form 17-A and 17-Q) and other SEC and PSE reports (i.e. SEC Form 17-C, 20-IS, 23-A, 23-B, SEC Advisement Letters, PSE Disclosures etc.) includes, among others, operating and financial performance of EDC and its subsidiaries, acquisitions, sale and disposition of significant assets, EDC's ownership structure, information on major stockholders, beneficial owners holding 5% or more shareholdings, related party transactions and shareholdings of directors, biographical information on directors and members of board committees, dividend policy and declarations, remuneration of directors and senior management, corporate governance policies, audit and non-audit fees, details on board attendance to meetings, and such other non-financial information that may affect the investment decision of the investing public.

Medium / Channels of Disclosure. These information are made available to the public in the form of press releases to the media in newspapers, in EDC's printed annual reports, and in the Investor Relations and Corporate Governance sections of the website (www.energy.com.ph) in the form of presentations and SEC/PSE regulatory annual and quarterly filings and disclosures, and lastly, in its email and intranet system for internal publications. We make sure that EDC's website and intranet system is regularly updated to include the latest news and current information about EDC.

These disclosures are likewise made electronically available through the Electronic Disclosure Generation Technology (EDGE) of PSE which are then posted on the PSE EDGE website.

Investors, stockholders, and other stakeholders are likewise provided with information about EDC, and its operating and financial performance, through the following tools:

- 1-on-1 meetings and/or conference calls with Management
- Quarterly investors'/analysts' briefing with the President and Chief Financial Officer (CFO)

- Investors' conferences with the President and/or CFO

The inquiries of investors and analysts are also answered by phone or email.

Stockholders, investors and interested parties may contact EDC for additional information through its Investor Relations Office at Phone No: +63 (2) 982-2205 / 982-2184, or E-mail: investors@energy.com.ph.

Share Capital. EDC's authorized capital stock as of December 31, 2017 is P30.15 Billion, divided into: (a) 27,000,000,000 common shares with a par value of Php1.00 per share, or an aggregate par value of Php 27 Billion; (b) 15,000,000,000 voting preferred shares with a par value of Php0.01 per share, or an aggregate par value of Php150 Million; and (c) 300,000,000 non-voting preferred shares with a par value of Php10.00 per share, or an aggregate par value of Php 3 Billion. All common shares and voting preferred shares shall have full voting rights.

Detailed information on EDC's top 20 stockholders, parent company, holding company and subsidiaries, and security ownership of Directors and Management are found in the Notes to EDC's Financial Statements and in its SEC Form 17-A.