



JG SUMMIT HOLDINGS, INC.

43rd FLOOR ROBINSONS EQUITABLE TOWER ADB AVE. COR. POVEDA RD. ORTIGAS CENTER, PASIG CITY
TEL. NO.: 633-7631 to 40, 240-8801 FAX NO.: 633-9207, 240-9106

December 1, 2010

PHILIPPINE STOCK EXCHANGE, INC.
3rd Floor, Philippine Stock Exchange
Ayala Triangle, Ayala Avenue
Makati City

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

PHILIPPINE DEALING AND EXCHANGE CORP.
37/F, Tower 1, The Enterprise Center
6766 Ayala Avenue corner Paseo de Roxas, Makati City
Attention: Mr. Cesar B. Crisol
President and Chief Operating Officer

Gentlemen:

We refer to your letter dated December 1, 2010 requesting JG Summit Holdings, Inc. (the "Company") to clarify and / or confirm the news article entitled "JG Summit allots \$500 M for naphtha cracker plant" issued in the The Philippine Star on December 1, 2010. The article reported in part that:

"JG Summit Holdings, Inc., the holding company of tycoon John Gokongwei, will invest \$500 million for the construction of the country's first ever naphtha cracker plant. In an interview with reporters, Board of Investments (BOI) managing head Cristino L. Panlilio said that the long delayed project will finally begin next year. "Construction will start in January," he said.... Earlier, Gokongwei said that they will be investing \$30 million just for the design and site development of naphtha cracker project. He said the project, which would be undertaken by wholly-owned subsidiary, JG Summit Olefins Corp., would cost less than the original P34.38 billion two years ago when it sought re-registration with the BOI..."

Please be informed that the amount stated in the news article is the estimated cost of building the naphtha cracker plant. Site development and construction of the project is targeted to commence in the first quarter of 2011.

Thank you.

Very truly yours,

ROSALINDA F. RIVERA
Corporate Secretary