LT GROUP, INC.

17 June 2019

DISCLOSURE DEPARTMENT
THE PHILIPPINE STOCK EXCHANGE, INC.
Philippine Stock Exchange Plaza,
PSE Tower, 5th Avenue corner 28th Street,
Bonifacio Global City, Taguig City

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

Gentlemen:

This refers to your letter dated 17 June 2019, seeking clarification of the news articles entitled *"LT Group plans $1.5-B LNG plant"* posted in Manila Bulletin today, which reported in part that:

"The Lucio Tan (LT) Group is planning to invest in a $1.5 billion liquefied natural gas (LNG) power plant in Batangas while bidding for the sugar assets of Central Azucarera Don Pedro.

In an interview during the weekend, Absolut Distillers Chief Operating Officer and Overall-in-Charge of LT Group's Distillery Operations Gerardo Tee said the will have a foreign partner for the power project.

Tee said it will be 1,000 megawatt pioneer plant with a terminal in their 38-hectare property in Tinamucan, Batangas which is currently being used by a chemical trading firm also owned by LT Group.

. . . .

He added that their foreign partner has already touched base with the Department of Energy but he cannot reveal more information since they have a non-disclosure agreement.

Meanwhile, Tee said they are planning to vertically integrate their distillery business by acquiring the land and other sugar assets of Central Azucarera Don Pedro in Nasugbu, Batangas.

'This is the first time a distillery will be buying its source of raw materials,' . . .

. . . .

He said that, if they get to acquire CADP's assets, they will need to rehabilitation the land and the facilities to boost production.

'Initially, we will spend around P150 million to P200 million for the rehabilitation but, ultimately, the cost will amount to billions. We will do this in phases – just to make it run,' Tee said."

We wish to clarify that LCT Evergreen and Resources, Inc., the Company that seeks to engage in energy power plant in Batangas is not part of the conglomerate known as LT Group, Inc. or LTG, but nonetheless part of the expanded Lucio Tan Group of Companies. Its activities and operations are not under the umbrella of LTG, so we cannot confirm or deny the statement regarding the investments reflected in the article.

We hope you find the foregoing clarification satisfactory.

Very truly yours,

LT GROUP, INC.

By:

MA. CECILIA L. PESAYCO
Corporate Secretary