

August 12, 2025

ATTY. SUZY CLAIRE R. SELLEZA

Head – Issuer Compliance and Disclosure Department
Philippine Dealing & Exchange Corp.

Dear Atty. Selleza:

We write in compliance with the Exchange’s request for clarification with respect to the news article in the Philippine Daily Inquirer on August 11, 2025, entitled “*EDC eyes additional geothermal power in Mindanao*”. The article reported in part that:

“Energy Development Corp. (EDC) is looking at expanding its geothermal power operations in Mindanao with an additional capacity of up to 120 megawatts (MW), a top official said.

Jerome Cainglet, EDC president and chief operating officer, said the company has an ongoing exploration program in Amacan in the Davao Region.

Cainglet said they were also expecting to get an initial 70 MW from the site. If the exploration proves the area has a “good resource,” the capacity can go up to 120 MW, Cainglet noted.

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While no official investment plan has been disclosed yet, Cainglet earlier said that establishing the facility would require about \$6 million per megawatt, excluding costs of drilling activities. That means a total of up to \$720 million.

xxx xxx xxx”

We confirm that we are looking at Amacan. We are still finalizing Amacan’s project costs. However, for a project like this, the estimated \$6 million per megawatt investment could include both power plant and drilling costs.



9/F Rockwell Business Center Tower 3,
Ortigas Avenue, Pasig City 1604 Philippines

Very truly yours,

A handwritten signature in blue ink, appearing to read "Ryan Z. Velasco", is positioned above the printed name.

Ryan Z. Velasco

Vice President,

Corporate Information Officer,

Head of Corporate Strategy and Planning