

June 5, 2026

**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 Business World on June 4, 2026, entitled “EDC sets P25-billion plan to boost Negros geothermal field”. The article reported in part that:

*“ENERGY DEVELOPMENT Corp. (EDC) is planning to invest about P25 billion to improve steamfield performance and expand energy storage capacity at its Southern Negros geothermal operations, according to a filing with the Department of Environment and Natural Resources.*

*The company is seeking to amend its environmental compliance certificate (ECC) to allow expanded operations, additional drilling and infrastructure to support long-term steam production.*

*EDC said the initiative would not increase the field’s installed capacity of 282.5 megawatts (MW), but would improve how steam resources are managed, enhance operational flexibility and ensure stable supply in the long term.*

*“The proposed modifications are intended to support sustained geothermal steam production, improve reservoir management, optimize operational efficiency, and strengthen energy reliability within the Southern Negros Geothermal Project,” the company said.*

*While the overall project area has been reduced, operational space for facilities will expand from 151.5 hectares to 400 hectares to accommodate additional infrastructure.*

*The company plans to drill eight more wells, bringing the total to 137, and build two more well pads, increasing the total to 41.*

*EDC also proposed expanding its battery energy storage system (BESS) capacity from an initial 30 megawatt-hours, with plans to triple its scale to support grid stability and improve dispatch flexibility.*

*“As the project will be utilizing naturally occurring steam from the earth, the electricity generated by the project is expected to offset the power generated by coal and oil-fired power plants in the country,” EDC said. “Further, the project will help improve fuel security and stability.”*

*xxx xxx xxx”*

We confirm the accuracy of the statements. To clarify, figures stated are based on current estimates and still subject to further technical studies and final investment decision.

Very truly yours,



**Ryan Z. Velasco**

Vice President,  
Corporate Information Officer,  
Head of Corporate Strategy and Planning