



1 December 2016

PHILIPPINE STOCK EXCHANGE, INC.

3rd Floor, Tower 1
PSE Plaza, Ayala Triangle
Ayala Avenue, Makati City

Attention: **Mr. J.V. B. Zuno, III**
OIC-Head, Disclosure Department

Ladies and Gentlemen:

Re: 2016 Organizational Board Meeting

Further to our disclosure last May 24, 2016, ISM COMMUNICATIONS CORPORATION (the "Company") wishes to inform the Philippine Stock Exchange that the board of directors of the Company held its organizational board meeting earlier this morning. The meeting was called by the Chairman after the Company received the approval of the Securities and Exchange Commission of the amendments of its articles of incorporation, which included among others the reduction of the number of members of its board of directors from fifteen (15) to nine (9).

Out of the nine (9) board seats, only eight (8) are filled up by the following directors:

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|-----------------------|---|
| 1. Eric O. Recto | 5. Alberto M. Montilla |
| 2. Craig Ehrlich | 6. Roberto V. San Jose |
| 3. Rafael B. Ortigas | 7. Luis Y. Benitez (<i>independent director</i>) |
| 4. Ignacio R. Ortigas | 8. Victor C. Macalincag (<i>independent director</i>) |

To fill-up the vacancy in the board, Mr. Gregorio T. Yu was appointed as an independent director of the Company. At present, Mr. Yu, Filipino, 58 years old, is Chairman of the Board of Auto Nation Group Inc., CATS Automobile Corporation and American Motorcycles, Inc. and Vice Chairman of the Board and Chairman of the Executive Committee of Sterling Bank of Asia. He is also a Director of the Philippine Bank of Communications, Philippine Airlines, CATS Asian Cars, Inc., Philippine National Reinsurance Corporation, PhilEquity Management Inc., Vantage Equities Inc., Iremit Inc., Unistar Credit and Finance Corporation, Prople BPO Inc., Glyph Studios, Inc., WSI Corporation, Nexus Technologies and Jupiter Systems Corporation. Mr. Yu is a member of the board of trustees of Xavier School Inc., and Chairman, Ways and Means of Xavier School Educational and Trust Fund, a Board Member of Ballet Philippines and The Manila Symphony Orchestra. In the past, he was a member of the Board of Trustees of the Government Service Insurance System, President & CEO of Belle Corporation, Vice Chairman of APC Group and Philippine Global Communication. He was formerly a director of CATS

Motors Inc., International Exchange Bank, Philequity Fund Inc., Filcredit Finance, Yehey Corporation, iRipple, RS Lim & Co., and a Director and Vice President at Chase Manhattan Asia Limited. Mr. Yu graduated summa cum laude with a degree of Bachelor of Arts in Economics from De La Salle University and holds a Master of Business Administration degree from the Wharton School of the University of Pennsylvania.

The following were appointed as the corporate officers of the Company:

Chairman of the Board and Chief Executive Officer:	Eric O. Recto
Vice Chairman:	Craig E. Ehrlich
Corporate Secretary & Corporate Information Officer:	Jovita D.S. Larrazabal
Treasurer:	Suzanne Therese S. Rojas

The Board of Directors likewise constituted the following committees and elected their members as follows:

Executive Committee

- a. Eric O. Recto (Chairman)
- b. Rafael B. Ortigas
- c. Craig E. Ehrlich

Audit Committee

- a. Luis Y. Benitez (Chairman/Independent Director)
- b. Eric O. Recto
- c. Victor C. Macalincag (Independent Director)

Nominations Committee

- a. Victor C. Macalincag (Chairman/Independent Director)
- b. Rafael B. Ortigas
- c. Gregorio T. Yu (Independent Director)

Compensation Committee

- a. Victor C. Macalincag (Chairman/Independent Director)
- b. Luis Y. Benitez
- c. Eric O. Recto

We trust that you find the foregoing in order.

Very truly yours,

Jovita D.S. Larrazabal
Corporate Information Officer