



January 26, 2016

PHILIPPINE STOCK EXCHANGE, INC.

3rd Floor, Tower1
PSE Plaza, Ayala Triangle
Ayala Ave., Makati City

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

Ladies and Gentlemen:

ISM Communications Corporation (ISM) wishes to inform the Exchange that, at a meeting held today by its Board of Directors, the Board approved the sale of 358,108,078 treasury shares (the "Sale Shares") to its existing shareholders at a ratio of 1:2 at a price of Php1.00 per Sale Share (the "Sale").

ISM intends to increase its cash reserves in preparation for certain investment opportunities, currently being evaluated by management. The sale of these shares will also provide ISM the opportunity to track down its dormant shareholders as part of its corporate housekeeping activities, and improve the liquidity of the tradable shares.

Enclosed with this letter is a copy of the Terms of the Sale approved by the Board.

ISM will update the Exchange and the public of any developments on this matter.

We trust that you find the foregoing in order.

Very truly yours,


Jovita D.S. Larrazabal
Corporate Secretary