

Cebu Air, Inc.CEB

PSE Disclosure Form 4-13 - Clarification of News Reports *References: SRC Rule 17 (SEC Form 17-C) and Section 4.4 of the Revised Disclosure Rules*

Subject of the Disclosure

Clarification of News Report

Source BusinessMirror (Internet Edition)

Subject of News Report "Cebu Air buys Tigerair PHL for \$15 million"

Date of Publication Jan 8, 2014

Clarification of News Report

We refer to the request of the PSE to clarify and/or confirm the information contained in the news article entitled "Cebu Air buys Tigerair PHL for \$15 million" posted in the BusinessMirror (Internet Edition) on January 8, 2014. The article reported in part that:

"CEBU Air Inc., which operates Cebu Pacific, is buying Tigerair Philippines for \$15 million from Tiger Airways Holdings Ltd., a deal seen to create the biggest network of flights in the region.

Of the total purchase amount, \$7 million represents payment for the 40-percent stake currently held by Singapore-based Tiger Airways in the Philippine business, while the remaining \$8 million will be paid to Filipino investors—led by Tomas Lopez, Olma Inocentes and Geraldine Olivares—who own 60 percent of Tigerair Philippines.

'The total consideration for the deal is \$15 million. Of [this amount], \$7 million went to the 40 percent and the balance, I believe, will be used to pay the 60 percent held by other investors,' said Gokongwei during Wednesday's media teleconference.

Gokongwei said Cebu Pacific has 'sufficient cash' to support its investment.

....

Gokongwei expects the multimillion-dollar transaction to be finalized either in February or March this year. This involves seeking regulatory approvals for the transfer of Tigerair Philippines's shares. 'At this point, Cebu Pacific will pay Tiger Airways,' he said.

...."

Cebu Air, Inc. ("CEB") confirms that the acquisition price is USD15M for 100% of Tigerair Philippines. CEB also confirms that it will pay Tigerair USD7M for their 40% stake and USD8M for the 60% stake owned by Filipino shareholders of Tigerair Philippines.

Other Relevant Information

NA

Filed on behalf by:

Name Rosalinda Rivera

Designation Corporate Secretary