



October 8, 2009

The Philippine Stock Exchange
4/F PSE Center, Exchange Road
Ortigas Center, Pasig City

Attention: **Ms. Jane Encarnacion**
Head, Disclosure Department

Gentlemen:

In accordance with the Revised Disclosure Rules of the Exchange, we furnish you with a copy of a press release issued by the Company today entitled: **PhilWeb Profits Q3 more than double last year.**

We hope you will find everything in order.

Very truly yours,

A handwritten signature in black ink, appearing to read "Cliburn Anthony A. Orbe", written over a horizontal line.

Atty. Cliburn Anthony A. Orbe
Corporate Information Officer

PhilWeb Profits Q3 more than double last year

For immediate release.

PhilWeb Corporation, the country's first and largest listed, online technology firm, reported third-quarter Net Income of P144.8 million, a 133% growth rate vs. previous year. Total Net Income for the first three quarters of 2009 totaled P372.4 million, 76% more than 2008. The company remains bullish about attaining its forecast of doubling its Net Income for 2009 as compared to 2008.

Growth was driven once again by expansion of the PAGCOR e-Games café network, with 159 in place at end Q3 compared to 108 at end of Q3 2008, a 47% growth rate. In addition to number of cafés, PhilWeb was also able to significantly increase same-store income via expansions, additional terminals, renovations and upgrades in service standards, including the introduction of exclusive “high-roller” areas and improvements in operations and marketing cascaded to all operators in the system.

As a valued partner of Pagcor, the Philippine Amusement and Gaming Corporation, which regulates all games of chance in the country, PhilWeb is also pleased to report that total remittances to the government agency had totaled P742.7 million, 88% better than the previous year.

PhilWeb president Dennis O. Valdes also announced new launches scheduled for the fourth quarter. PhilWeb's Sports Betting unit will roll out NBA games betting for its Basketball Jackpot product, while the Mobile Gaming unit will relaunch the BIR's Premyo Sa Resibo program as “Instant Premyo Sa Resibo”, in which users will no longer have to wait for the draw date, but will know instantly whether their entry has won or not, in the same manner as a “bottle cap” or scratch card promotion.

“We continue to grow our businesses”, Valdes said, “but at the same time, we are also looking at expanding via acquisitions of existing gaming businesses. We hope to make some exciting announcements about these in the near future.”

"With our cash hoard of over P700 million," Valdes continued, "we are actively looking at expanding internationally, and in addition, we are seeking investment opportunities in gaming-related companies in the country."

PhilWeb is the dominant player in the local internet gaming sector, As a technology enabler of Pagcor, it operates the Pagcor e-Games café system, and Internet Sports Betting Stations (ISBS). PhilWeb is also the driving force behind the popular Premyo Sa Resibo program of the BIR.