



24 November 2009

Philippine Stock Exchange
4th Floor, PSE Center
Exchange Road, Ortigas Center
Pasig City

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

Gentlemen:

In accordance with the Revised Disclosure Rules, we are furnishing the Exchange with a copy of a press release issued by the company today entitled "PhilWeb launches international operations".

We hope you will find everything in order.

Very truly yours,

A handwritten signature in black ink, appearing to read "Cliburn Anthony A. Orbe". The signature is written in a cursive style with a long horizontal flourish extending to the right.

Atty. Cliburn Anthony A. Orbe
Assistant Corporate Secretary

PhilWeb launches international operations

For immediate release 24 November 2009

Ref Apa Ongpin, PhilWeb Corp VP-Marketing tel 338 5599 loc 341, mob 0917 819 4416 email rgongpin@philweb.com.ph

PhilWeb Corp., the Philippines' first and largest listed online technology firm, announced that it will expand its existing business by operating legal foreign government-franchised gaming outside the Philippines beginning next year. PhilWeb has incorporated a wholly-owned subsidiary, PhilWeb International Gaming Corporation, capitalized at P1 billion, to handle this business.

“We will demonstrate that our very successful business model of partnering with government, in this case, PAGCOR, to develop and operate technology-based gaming can be transplanted to other countries throughout the region and other parts of the world,” said Dennis O. Valdes, PhilWeb president. “The revenue streams that we have created in the Philippines have contributed significantly to national development, and this is something that other governments are beginning to notice. In particular, the model is attractive because PhilWeb takes care of the development, rollout and operational costs. Thus, the government does not need to contribute capital to create the business, and thus has no cost of money or financial risk.” He also noted that the nature of its technology-based business makes it an ideal competitor to illegal gambling.

PhilWeb had announced during its May stockholders' meeting that the company would be expanding into new lines of business, having achieved positive retained earnings since it was founded in 2000. PhilWeb posted P292 million in net income for 2008, and has projected around P550 million for 2009.