



EXPORT AND INDUSTRY BANK

29 May 2009

The Philippine Stock Exchange
Philippine Stock Exchange Centre
Exchange Road, Ortigas Center
Pasig City

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

Gentlemen:

At its recently concluded meeting today, the Board of Directors approved the sale of its shareholdings in EIB Savings Bank, Inc. ("EIB Savings") in favor of New Ventures Realty Corporation and Las Lucas Development Corporation. EIB Savings is a wholly-owned subsidiary of the Bank located in Cebu South Road, Bulacao Talisay City, Cebu.

It was the intention of previous management to engage in micro-finance, hence, the acquisition of EIB Savings in 2004. Present Management, as you know, is focusing its efforts in doing business with the premium middle market and to the corporate sector where credit risk is much better and the profit potential is more lucrative.

Kindly note, however, that the abovementioned transaction is subject to the completion of the appropriate documentation and the approval of regulatory agencies.

The Board also approved the appointment of Mr. Jonathan Y. Gohh as the Bank's new Chief Compliance Officer effective on 01 June 2009. The incumbent Chief Compliance Officer, Mr. Alex Luis M. Pesigan, will step down as such on said date and will be the new President's Chief of Staff.

On a separate matter, please be advised that by virtue of his appointment as the Bank's President effective on 01 June 2009, the Board elected Mr. Juan Victor S. Tanjuatco as a Director of the Bank. He will assume said office also on 01 June 2009 and will hold in his name 1.0MM common B shares of the Bank. He will occupy the seat which will be vacated by Mr. Nilo L. Pacheco, Jr. The election of Mr. Pacheco, Jr. to the Board anew as disclosed earlier¹ will be addressed at a later date.

Very truly yours,


Riva Christine V. Maala
Assistant Corporate Secretary

PSE-Sale of EIB Savings Bank, Inc. (5.29.09)/corpsec/rvm

¹ 27 March 2009.