



EXPORT AND INDUSTRY BANK

16 January 2008

**The Philippine Stock Exchange
Issuer Regulation Division**
Philippine Stock Exchange Centre
Exchange Road, Ortigas Center
Pasig City

Attention: Atty. Pete M. Malabanan
Head, Disclosure Department

Gentlemen:

This refers to the letter of the Surveillance Department of even date requiring the Bank to explain in writing the price movement of its common "B" shares at 9:35 AM today whereby the share price increased from ₱0.25 to ₱0.37 per share.

Please be advised that we are unaware of any information relating to the supposed unusual movement of the Bank's common "B" shares.

We trust we have clarified you on the subject.

Very truly yours,


Riva Khristine V. Maala
Assistant Corporate Secretary

cc: Market Regulation Division (through Fax No. [+632] 891-55-87)

PSE-unusual price movement (1.16.08)/corpsec/rvm