CALATA
CORPORATION

Main Office: Maharlika Hi-Way, Banga 1st Plaridel, Bulacan
Manila Office: Level 5, Tower 2, The Enterprise Center,
6766 Ayala Avenue Corner Paseo de Roxas, Makati City
Telephone: (044) 670-1492 / 670-0693 / 795-0136
Fax: (044) 795-1979
Website: www.calatacorp.com

19 June 2012

MS. JANET A. ENCARNACION
Head, Disclosure Department
Philippine Stock Exchange,
Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue, Makati City

SUBJECT: CALATA VENTURES INTO CORN FARMING

Dear Ms. Encarnacion,

The Company, in a meeting of its Management Committee this 19th day of June 2012, considering the huge potential of the recently signed Memorandum of Agreement (MOA) with National Agribusiness Corporation (NABCOR), has decided to aggressively pursue corn farming so that the huge potential of the MOA with NABCOR will be fully utilized. The Company plans to plant corn farms with a total land area of up to 20,000 hectares.

Furthermore, the Company is into preliminary talks with several Argentinian companies engaged in large scale corn production and supply of high-tech mechanized corn production equipment for a possible joint venture with the Company for large scale corn production and processing here in the country. Argentina has been known to be one of the leading countries in successfully utilizing modern technology and advanced farming practices in corn production. The planned large scale corn production is intended to complement the previously signed supply agreement with NABCOR by creating high quality and sustainable source of corn inputs.

The Company has also been approached by several foreign governments who are interested in long term purchase contracts through the process of importing corn from the Philippines through Calata Corporation once the planned large scale corn production pushes thru. The corn supply imported from the Calata Corporation shall be intended for their domestic animal feeds industry and also for their biofuels production.

The Company shall be disclosing all the developments as well as all agreements which shall be entered into as soon as they have been formally executed.

Very truly yours,

Atty. Jose Marie E. Fabella
Corporate Secretary / Corporate Information Officer /
Compliance Officer