



DFNN GROUP OF COMPANIES

February 26, 2016

THE PHILIPPINE STOCK EXCHANGE, INC.

Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

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

Madam:

This is to inform the Philippine Stock Exchange, Inc. ("PSE") that today, DFNN, Inc. (the "Company") received a copy of the Decision dated February 17, 2016 issued by the Regional Trial Court of Makati City, Branch 66 (the "Court") in relation to the Petition for Correction (the "Petition") filed by the Company.

In the Company's PSE disclosure dated June 26, 2015, the Company notified the PSE that it filed the Petition to seek the correction of the computation of damages awarded to the Company in the arbitral award dated 21 May 2015 issued in a domestic arbitration entitled "*DFNN Inc. (formerly known as "Diversified Financial Network, Inc.") vs. Philippine Charity Sweepstakes Office*" wherein the amount of damages due the Company was miscalculated at only Php27,000,000.00 (the "Arbitral Award").

In its Decision, the Court granted the Petition and ordered the correction of the Arbitral Award to Php310,095,149.70 plus 6% interest from date of finality of the Decision until final satisfaction thereof by the Philippine Charity Sweepstakes Office ("PCSO") in accordance with computation for liquidated damages provided under Section 13.2 of the Equipment Lease Agreement between the Company and PCSO.




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DFNN President and CEO, Ramon C. Garcia Jr. states, "We are very pleased with the positive outcome of our Petition. Our goal has always been to ensure that the maximum restitution is effected and that the interests of our shareholders are continually safeguarded. Our confidence in the legal process is once again upheld. We would like to thank all those who have supported us and continued to believe in our cause."

We trust you will find the foregoing in order.

DFNN, Inc.

By:


Maria Patricia De Las Cagigas
Corporate Information Officer