



Republic of the Philippines
NATIONAL ECONOMIC AND DEVELOPMENT AUTHORITY

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 P.O. Box 419, Greenhills • Tels. 631-0945 to 64
<http://www.neda.gov.ph>

17 October 2006

MR. JOSE P. DE VENECIA III
 Chairman
 Bandila Communication Holdings, Inc.
 Unit 1101, 139 Corporate Center
 Valero St., Salcedo Village
 Makali City

Dear Mr. De Venecia:

This refers to your proposed Orion Network Project, which your company, your partners from the People's Republic of China and the Non-Government Organization "Liga Ng Mga Barangay", have committed to develop without any fund appropriation or guaranty required from the National Government.

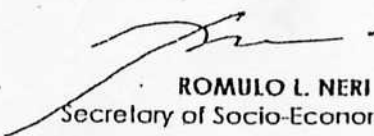
It is noted that the project is a private sector initiative which aims to: (i) provide major areas of the Philippine Public Sector an information superhighway to access domestic and international knowledge communities by the year 2011; and (ii) develop a unified and integrated national communication network with strategic priorities accorded to the education and health sectors.

We are pleased to express our support to the objectives of the project inasmuch as it is consistent with the government's strategy of accelerating the development of a network of digital infrastructure to interconnect the entire country to achieve universal access and affordability of ICT services. It is also supportive of the government's priority on developing the country's digital infrastructure through partnership with the private sector.

We wish you success on this development initiative.

Best regards.

Very truly yours,


ROMULO L. NERI
 Secretary of Socio-Economic Planning

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