

corporategovernance

DMCI Holdings, Inc. is committed to continue the tradition of business ethics and integrity. Our management and employees share that tradition in over 50 years of corporate existence. Now that our business has expanded, we are extending this tradition to our subsidiaries and affiliates so we can make a difference in the lives of the people we work with.

Recently, the Board of Directors has approved your Company's Code of Business Conduct and Ethics not only in compliance with the principles of Corporate Governance, but in respect with conducting business with honesty, dedication, accountability, and responsibility.

CODE OF BUSINESS CONDUCT AND ETHICS

DMCI Holdings, Inc. (the "Company") is committed to doing business in accordance with the highest professional standards, business conduct and ethics and all applicable laws, rules, and regulations in the Philippines. The Company, its directors, officers, and employees are dedicated to promote and adhere to the principles of good corporate governance by observing and maintaining its core business principles of accountability, integrity, fairness, and transparency.

This Code of Business Conduct and Ethics (the "Code") sets forth the Company's business principles and values which shall guide and govern all business relationships of the Company, its directors, officers and employees in carrying out their duties and responsibilities effectively.

Principles and Values

Accountability – The Company shall take full responsibility for all its business decisions, actions/inactions, and conduct, and shall perform its duties and functions with utmost responsibility, integrity, honesty, loyalty and efficiency. The Company's principal objective is to enhance economic value to all its stakeholders – employees, customers, shareholders and business partners – by making the most efficient use of resources and meeting its environment, community, and social obligations.

Transparency and Disclosure - To ensure transparency, the Company's annual reports should disclose true and fair accounting information prepared in accordance with applicable standards;

consider substance over form in the presentation of accounts; disclose and discuss all material risks; disclose and explain the rationale for all material estimates; show manner of compliance, or explain deviations, if any, with applicable corporate governance codes; discuss goals, plans, and progress; and provide access to the register of shareholders showing beneficial ownership. In addition to annual disclosures, the Company shall comply with all applicable disclosure requirements. Disclosures should be timely and adequate to enable investors, third party analysts, or rating agencies to assess the quality of corporate governance and the true financial condition of the Company.

Standards of Business Conduct

Observance of Law – Directors, Executive Officers and Employees must carry out their duties with professionalism and in accordance with ethical standards. They must conduct business in accordance with the law, the charter of the Company, and a high standard of commercial morality. They shall at all times act with loyalty to the Company, ensuring that its goals, strategies, policies and practices are moral, proper, and legal. They must be prepared to dissociate themselves from the Company in the event that despite their efforts, ethical and legal standards are being seriously compromised. They should refer to the Company's statements of best practice as part of their decision-making process.

Conflict of Interest – Directors, Executive Officers and Employees owe a fiduciary duty to the Company that requires them to act in the best interest of the Company. Actual and potential conflicts of interest should be avoided or otherwise identified, disclosed, and explained in sufficient detail to enable valid judgments to be made on their adverse impact. The persons who are conflicted should not participate in the discussion and decision on the issue in question, nor be entitled to vote on any resolution where they are conflicted. Related party contracts should be disclosed in the annual report.

Compliance - All Directors, Executive Officers and Employees should strive to identify and raise potential issues before they become problems and should ask about the application of

this Code whenever in doubt. Any Director, Executive Officer or Employee who becomes aware of any existing or potential violation of this Code shall promptly notify the Company's Compliance Officer. The Company will take such disciplinary or preventive action as it deems appropriate to address any existing or potential violation of this Code brought to its attention. The Company will not tolerate retaliation for reports of violations of this Code made in good faith.

Fair Dealings - The Company does not seek competitive advantages through illegal or unethical business practices. Each Director, Executive Officer and Employee should endeavor to deal fairly with the Company's customers, service providers, suppliers, and competitors. No Director, Executive Officer or Employee should take unfair advantage of anyone through manipulation, concealment, abuse of privilege information, misrepresentation of material facts, or any unfair dealing practices.

Confidentiality – Directors, Executive Officers, and Employees must observe the confidentiality of non-public information and not disclose it to any other person without the authority of the Board. A Director, Executive Officer or Employee who has a special allegiance to a particular shareholder may not disclose confidential information to that particular shareholder without the authority of the Board.

Corporate Opportunities - Each Director, Executive Officer and Employee owes a duty to advance the Company's legitimate interests when the opportunity to do so arises. He may not: (a) receive or seek to receive a benefit from opportunities that are discovered through his involvement with the Company (including, without limitation, his use of the Company's property, information, or his position); or (b) compete with the Company, directly or indirectly, for business opportunities in the areas (or lines) of business in which the Company is engaged or in new areas (or lines) of business in which the Company has disclosed its intent or plans to engage.

CORPORATE GOVERNANCE BOARD COMMITTEES 2006-2007

NOMINATION AND ELECTION

OSCAR S. REYES (Independent)	Chairman
DAVID M. CONSUNJI	Member
ISIDRO A. CONSUNJI	Member

COMPENSATION AND REMUNERATION

VICTOR S. LIMLINGAN (Independent)	Chairman
JORGE A. CONSUNJI	Member
CESAR A. BUENAVENTURA	Member

AUDIT

EVARISTO T. FRANCISCO (Independent)	Chairman
OSCAR S. REYES (Independent)	Member
ISIDRO A. CONSUNJI	Member

HERBERT M. CONSUNJI
Compliance Officer

CRISTINA C. GOTIANUN
Internal Auditor

JORGE A. CONSUNJI
Special Committee on Violation of the Manual