



FAR EASTERN UNIVERSITY

August 27, 2011

Disclosure Department, 4th Floor
The Philippine Stock Exchange, Inc.
Philippine Stock Exchange Centre
Exchange Road, Ortigas Center
Pasig City

Attention: Ms. Janet A. Encarnacion
Head

**Re: Resolutions Approved at the Annual Stockholders'
Meeting—August 27, 2011**

Gentlemen:

Please be informed that at the Annual Stockholders' meeting held today, August 27, 2011, the following resolutions were passed:

RESOLVED, That the minutes of the annual meeting held on August 28, 2010 be, as it is hereby approved as presented.

RESOLVED, That the Academic Report of the President for the fiscal year 2010-2011 be, as it is hereby noted.

RESOLVED, That the Annual Report covering the operations for the fiscal year 2010-2011 be approved, ratified and confirmed.

RESOLVED, That the acts of the officers and trustees in the furtherance of the matters covered by the annual report for the fiscal year 2010-2011 be, as they are hereby approved, ratified and confirmed.

WHEREAS, this Corporation has at present an authorized capital stock of ₱1,000,000,000.00 divided into 10,000,000 shares with a par value of ₱100.00 per share, almost all of which are fully paid, issued and outstanding;

WHEREAS, this Corporation has earned surplus and it is desirable that such surplus be retained by the Corporation as working capital in connection with the expansion of its primary business and, to that end, its authorized capital stock be increased from ₱1,000,000,000.00 to ₱2,000,000,000.00 and a stock dividend of 3,923,379.20 shares with a total par value of ₱392,337,920.00 be declared out of such increase;

NOW, THEREFORE, BE IT RESOLVED, that the authorized capital stock of the Corporation, be and is hereby increased from ₱1,000,000,000.00 divided into 10,000,000 shares with a par value of ₱100.00 per share to ₱2,000,000,000.00 to be divided into 20,000,000 shares with a par value of ₱100.00 per share;

RESOLVED, FURTHER, that the trustees and proper officers be, as they are hereby empowered, authorized and directed to transfer out of the surplus of the Corporation to the capital account thereof the sum of ₱392,337,920.00, thereby increasing the subscribed and capital account of the Corporation and that a stock dividend of ₱392,337,920.00 or 3,923,379.20 shares or 40% be declared and distributed among the stockholders as of record date to be fixed by order of the Securities and Exchange Commission, in proportion to their respective shareholdings, such dividend to be issued as soon as thereafter as the necessary government permit or authorization shall have been issued;

RESOLVED, FURTHER, That all fractional shares resulting from said stock dividend shall be paid in cash by the Corporation at par value.

RESOLVED, FURTHER, that to reflect the increase in the authorized capital stock of the Corporation, Article Seventh of the Amended Articles of Incorporation be, as it is hereby further amended to read as follows:

SEVENTH: That the capital stock of the Corporation is Two Billion Pesos (₱2,000,000,000.00), Philippine Currency, divided into Twenty Million (20,000,000) shares at the par value of One Hundred Pesos (₱100.00) per share.

RESOLVED, FURTHER, that the trustees and proper officers of this Corporation be, as they are authorized, empowered and directed to do all things necessary to give effect to the foregoing resolutions.

RESOLVED, That the following are hereby elected members of the Board of Trustees for the fiscal year 2011-2012 and until their successors are duly elected and qualified:

Dr. Lourdes R. Montinola
Mr. Aurelio R. Montinola III
Dr. Lydia B. Echaz
Ms. Angelina P. Jose
Dr. Paulino Y. Tan
Atty. Gianna R. Montinola
Dr. Renato L. Paras

RESOLVED, That the following are hereby elected Independent Trustees for the fiscal year 2011-2012:

Ms. Sherisa P. Nuesa
Mr. Robert F. Kuan

RESOLVED, That the firm Punongbayan and Araullo be re-appointed External Auditor of Far Eastern University, Inc. for the fiscal year 2011-2012.

RESOLVED, That a vote of appreciation be, as it is hereby extended to the Board of Trustees, the officials, faculty, and the staff of Far Eastern University, Inc. for a job well done.

Very truly yours,

FAR EASTERN UNIVERSITY

A handwritten signature in black ink, appearing to read 'A. Jose', is written over the printed name and title.

ANGELINA P. JOSE
Corporate Secretary