

Philippine Airlines, Inc.
PNB Financial Center, President Diosdado Macapagal Avenue,
CCP Complex, Pasay City 1300, Metro Manila, Philippines

RE: *In re Philippine Airlines, Inc.*, **Chapter 11 Case No. 21-11569 (SCC)**

TO ALL HOLDERS OF CLAIMS ENTITLED TO VOTE ON THE PLAN:

Philippine Airlines, Inc., the above-captioned debtor and debtor in possession (the “**Debtor**” or “**PAL**”) filed a voluntary petition for relief under chapter 11 of title 11 of the United States Code in the United States Bankruptcy Court for the Southern District of New York (the “**Court**”) on September 3, 2021.

You have received this letter and the enclosed materials because you are entitled to vote on *Chapter 11 Plan of Reorganization of Philippine Airlines, Inc.* (as modified, amended, or supplemented from time to time, the “**Plan**”). On November 12, 2021, the Court entered an order (the “**Disclosure Statement Order**”), (a) authorizing the Debtor to solicit acceptances for the Plan; (b) approving the *Disclosure Statement for Chapter 11 Plan of Reorganization of Philippine Airlines, Inc.* (the “**Disclosure Statement**”) as containing “adequate information” pursuant to section 1125 of the Bankruptcy Code; (c) approving the solicitation materials and documents to be included in the solicitation packages (the “**Solicitation Package**”); and (d) approving procedures for soliciting, receiving, and tabulating votes on the Plan, and for filing objections to the Plan.

You are receiving this letter because you are entitled to vote on the Plan. Therefore, you should read this letter carefully and discuss it with your attorney. If you do not have an attorney, you may wish to consult one.

In addition to this cover letter, the enclosed materials comprise your Solicitation Package, and were approved by the Court for distribution to holders of Claims in connection with the solicitation of votes to accept the Plan. The Solicitation Package consists of the following:

- a. a copy of the Solicitation and Voting Procedures;
- b. a Ballot, together with detailed voting instructions and a return envelope;
- c. this letter;
- d. the Disclosure Statement, as approved by the Court (and exhibits thereto, including the Plan);
- e. the Disclosure Statement Order (excluding the exhibits thereto except the Solicitation and Voting Procedures);
- f. the Confirmation Hearing Notice; and
- g. such other materials as the Court may direct.

The Debtor has approved the filing of the Plan and the solicitation of votes to accept the Plan. The Debtor believes that the acceptance of the Plan is in the best interests of their estates,



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holders of Claims and Interests, and all other parties in interest. Moreover, the Debtor believes that any alternative to the Confirmation of the Plan could result in extensive delays, increase administrative expenses, and a greater number of unsecured creditors, which, in turn, likely would result in smaller distributions (or no distributions) on account of Claims asserted in this chapter 11 case.

The Debtor strongly urges you to timely submit your properly executed Ballot casting a vote to accept the Plan in accordance with the instructions in your Ballot. The Voting Deadline is December 10, 2021 at 4:00 p.m., prevailing Eastern Time.

The materials in the Solicitation Package are intended to be self-explanatory. If you have any questions, however, please feel free to contact Kurtzman Carson Consultants LLC, the Solicitation Agent retained by the Debtor in this chapter 11 case (the “**Solicitation Agent**”), by: (a) calling the Debtor’s restructuring hotline at (866) 967-0671 (U.S./Canada) or +1 (310) 751-2671 (international); (b) visiting the Debtor’s restructuring website at: <http://www.kccllc.net/PAL>; and/or (c) writing to PAL Ballot Processing Center, c/o KCC, 222 N. Pacific Coast Highway, Suite 300, El Segundo, CA 90245 U.S.A. You may also obtain copies of any pleadings filed in this chapter 11 case for a fee via PACER at: <http://www.nysb.uscourts.gov>. Please be advised that the Solicitation Agent is authorized to answer questions about, and provide additional copies of solicitation materials, but may **not** advise you as to whether you should vote to accept or reject the Plan.

Sincerely,

Philippine Airlines, Inc., as Debtor and Debtor in Possession in this Chapter 11 Case