



SHAKEY'S PIZZA ASIA VENTURES INC.

15Km East Service Road corner Marian Road 2, Brgy. San Martin de Porres, Parañaque City 1700

TEL NO. 839-0156

January 3, 2017

THE PHILIPPINE STOCK EXCHANGE

3RD Floor, Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

Attention: **Ms. Janet A. Encarnacion**
Head – Listings Department

Subject: 1st Report – Use of IPO Proceeds

Dear Ms. Encarnacion:

We write in connection with the Initial Public Offering (IPO) of 104,000,000 primary common shares of Shakey's Pizza Asia Ventures Inc. (the "Company") resulting in net IPO proceeds to the Company amounting to approximately ₱1,077.3 million.

We wish to inform you that the Company has made a partial loan prepayment amounting to One Billion Pesos (₱1,000,000,000.000). Of this amount, Nine Hundred Forty Million Pesos (₱940,000,000.00) was disbursed from the net IPO proceeds. An additional Sixty Million Pesos (₱60,000,000.00) from internally generated funds was used to come up with a total prepayment of One Billion Pesos (₱1,000,000,000.000). The aforementioned loan is the Company's long-term loan under the Omnibus Loan and Security Agreement dated June 8, 2016.

Yours truly,

GIOVANNA M. VERA
Head – Investor Relations