



November 5, 2007

THE PHILIPPINE STOCK EXCHANGE
Listing and Disclosure Group
4th Floor Philippine Stock Exchange Centre
Exchange Road, Ortigas Center
Pasig City

Attention: Atty. Pete M. Malabanan
Head – Disclosure Department

Gentlemen:

We submit herewith a copy of SEC Form 17-C in which we disclosed that the Board of Directors of Pilipino Telephone Corporation (the "Company"), at its meeting held today, authorized the following acts/transactions:

1. redemption of all the outstanding shares of Class I Series J Preferred Stock of the Company; and
2. sale and transfer of the Company's fixed line business to Philippine Long Distance Telephone Company.

This shall serve as our disclosure for the purpose of complying with the Revised Disclosure Rules of the Philippine Stock Exchange.

Thank you.

Very truly yours,

A handwritten signature in black ink, appearing to read "Ma. Lourdes C. Rausa-Chan".

MA. LOURDES C. RAUSA-CHAN
Corporate Secretary

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-C

CURRENT REPORT UNDER SECTION 17
OF THE SECURITIES REGULATION CODE
AND SRC RULE 17.1

1. November 5, 2007
Date of Report
 2. SEC Identification Number 35815
 3. BIR Tax Identification No. 000-489-462
 4. PILIPINO TELEPHONE CORPORATION
Exact name of Issuer as specified in its charter
 5. PHILIPPINES
Province, country or other jurisdiction
of Incorporation
 6. _____ (SEC Use Only)
Industry Classification Code
 7. 25th Floor Smart Tower
6799 Ayala Avenue
Makati City
Address of principal office
 - 1200
Postal Code
 8. (632) 511-6121/511-6241
Issuer's telephone number, including area code
 9. Not Applicable
Former name or former address, if changed since last report
 10. Securities registered pursuant to Sections 4 and 8 of the Revised Securities Act/Sections 8 and 12 of the Securities Regulation Code
- | Title of Each Class | Number of Outstanding Shares of Common Stock
Licensed and Amount of Outstanding Debt |
|---------------------|---|
| Common Shares | 11,771,748,431 shares ¹ |

¹ Represents the total outstanding common shares of which 1,036,986,031 shares are registered and 10,734,762,400 shares were issued in transactions exempt from the registration requirement under Section 6 of the Revised Securities Act/Section 10 of the Securities Regulation Code.

11. Item 9 – Other Events

We disclose that at the meeting of the Board of Directors of Pilipino Telephone Corporation (the "Company" or "Piltel") held on November 5, 2007, the Board authorized the following acts/transactions:

1. The redemption of 4,927,093 shares of Class I Series J Redeemable Preferred Stock (the "Series J Shares") which are outstanding as of November 5, 2007, and the payment to the holder thereof, Philippine Long Distance Telephone Company (PLDT), of the redemption price in the total amount of Php4,927,093,000 equivalent to the subscription price/issue value of said shares, plus any and all accrued and unpaid dividends on said shares up to the effective date of redemption. Redemption of the Series J Shares is expected to be effected thirty (30) days from the date of the notice of redemption to the holder of said shares or by December 5, 2007.
2. The sale and transfer of the Company's fixed line business to PLDT subject to the execution of a definitive agreement and fulfillment of certain closing conditions including the procurement of the requisite regulatory approvals. The sale and transfer of the Company's fixed line business will allow Piltel to concentrate its resources on its wireless business and will also bring together the PLDT Group's local exchange (LEC) businesses such that these LEC businesses can derive operating efficiencies while extending to Piltel's 40,415 fixed line subscribers the opportunity to benefit from the upgrades being undertaken at PLDT. PLDT has been managing Piltel's fixed line business since July 2001 under a Facilities Management Agreement.

SIGNATURE

Pursuant to the requirements of the Securities Regulation Code, the Company has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

PILIPINO TELEPHONE CORPORATION


MA. LOURDES C. RAUSA-CHAN
Corporate Secretary

Date: November 5, 2007

Distribution Copies: 5 copies - Securities & Exchange Commission
1 copy - Philippine Stock Exchange
1 copy - Corporate Secretary