

**On** October 2, 2019, the headquarters of MBC and Star City were gutted by fire. The fire damaged the studio booths of five radio stations and RHTV. The damage is expected to temporarily impact the workflow of about 200 employees.

Fortunately, about five years ago, part of the Company's comprehensive disaster preparedness program was to set up secondary broadcast studio facilities in our transmission sites at the BSA Tower Building, for our FM stations, and in Malanday, Valenzuela, Bulacan, for our AM stations.

Immediately after the fire, these secondary broadcasting facilities were activated thereby minimizing the interruption of the broadcast operations of the affected stations. Thus, by early morning of October 2, 2019, all stations were already back on air.

The finance and accounting departments will temporarily shift to a manual system and then revert to the computerized, automated system as soon as the required hardware and software are replaced. A new local area network was established within one day after the fire.

The finance and accounting departments are currently housed at the Donada Condominium. We are currently looking for temporary office space for the finance and administration departments while we repair the burned facilities.