



March 14, 2016

THE PHILIPPINE STOCK EXCHANGE, INC.

3/F Tower One & Exchange Plaza

Ayala Triangle, Ayala Avenue

Makati City

Attention : **MS. JANET A. ENCARNACION**

Head, Disclosure Department

Dear Ms. Encarnacion:

This refers to your request to clarify the news article titled, "Ayala Corp sets P20-B float" posted on Manila Bulletin (Internet Edition) on March 11, 2016. The article reported in part that:

"Ayala Corporation reported that it is seeking the shelf registration of P20 billion worth of bonds with the Securities and Exchange Commission (SEC) which it plans to issue within three years.

....

'Our filing is initially to be P20 billion, we think that initially we will be using that in the next three years,' said Ayala chief finance officer Teodoro Limcaoco in an interview.

Limcaoco said that they are looking to launch the first tranche of the bond issue in the third quarter of 2016 when the capital market is seen to be easing.

'We think the market then is conducive. Clearly the elections will close the window. We'll probably go out after the election. Maybe it's third quarter,' he said.

Limcaoco said the company will be raising an initial P10 billion to P15 billion out of the shelf registered P20 billion worth of bonds, with the proceeds to be used primarily for debt refinancing.

...."

We confirm the statements attributed to our Chief Finance Officer Mr. Jose Teodoro Limcaoco in the abovementioned news article.

Very truly yours,

A handwritten signature in black ink, appearing to read 'PFB', followed by a horizontal line.

PAOLO F. BORROMEIO

Group Head, Corporate Strategy and Development

Cc: SECURITIES & EXCHANGE COMMISSION

Attention: Mr. VICENTE GRACIANO P. FELIZMENIO, JR.
Director, Markets and Securities Regulation Department

PHILIPPINE DEALING & EXCHANGE CORPORATION

Attention: Ms. VINA VANESSA S. SALONGA
Head, Issuer Compliance and Disclosure Department