

08 August 2018

Philippine Stock Exchange, Inc.

6th Floor, PSE Tower, 28th Street corner 5th Avenue
Bonifacio Global City, Taguig City

Attention: **Ms. Vina Vanessa S. Salonga**
Head, Disclosure Department

Dear Madam,

We respond to your letter seeking clarification/and or confirmation on the news article entitled "Ayala Land mulls P5-billion bond issuance" posted in BusinessWorld Online on August 8, 2018. The article reported in part that:

"AYALA LAND, Inc. (ALI) is mulling the issuance of P5 billion worth of bonds before the end of 2018 to partly finance its capital expenditure for the year.

ALI Chief Finance Officer Augusto Cesar D. Bengzon said the company may issue the bonds out of its shelf registration from the Securities and Exchange Commission, as they have P8 billion left from the three-year program.

'(We can issue) maybe another P5 billion... We still have remaining P8 billion in our shelf registration. We can use it,' Mr. Bengzon said in a media briefing in Makati City on Monday.

....

The funds will potentially be used to finance part of ALI's P110.8-billion capex for this year. . . ."

We wish to confirm that Ayala Land, Inc. (ALI) has a balance of P8-billion in its shelf registration with the Securities and Exchange Commission (SEC) and may issue up to P5-billion worth of fixed-rate bonds to partly finance its capital expenditure for the year. In addition, ALI may opt to increase the potential issuance to up to P8-billion to maximize the remaining balance of its shelf registration with the additional P3-billion proceeds to be used to term-out short-term loans.

Thank you.



MICHAEL ANTHONY L. GARCIA
Head, Investor Communications and
Compliance Division

Cc

Philippine Dealing and Exchange Corporation
37th Floor, Tower 1, The Enterprise Center
6766 Ayala Ave cor. Paseo de Roxas, Makati City

Attention: **Ms. Janet A. Encarnacion**
Head, Issuer Compliance and Disclosures Department

Securities and Exchange Commission
SEC Building, Mandaluyong City

Attention: **Hon. Vicente Graciano P. Felizmenio, Jr.**
Director, Market Regulation Department