



SM INVESTMENTS CORPORATION

EARLY REDEMPTION OF 1.625% CONVERTIBLE BONDS DUE 2017

References are made to the Offering Circular of SM Investments Corporation (the "Company") dated February 13, 2012 (the "Offering Circular") for the issue of U.S.\$250,000,000 1.625% Convertible bonds due 2017 (the "Bonds"). Unless the context otherwise requires, capitalized terms and expressions herein shall have the same meaning as those used in the terms and conditions of the Bonds set forth in the Offering Circular (the "Conditions")

In accordance with the Conditions, the Company intends to redeem all, and not some only, of the Bonds remaining outstanding as on April 19, 2015 (the "Redemption Date") at a redemption price equal to approximately 104.127% of the principal amount of all outstanding Bonds plus accrued and unpaid interest on the Bonds calculated from and including February 15, 2015 to, but excluding the Redemption Date.

The Company announces that it will redeem in full all Bonds remaining outstanding prior to the Maturity Date pursuant to Section 8.2 (Redemption at the Option of the Issuer) of the Conditions at the Early Redemption Amount together with accrued but unpaid interest, details of which are set out below:

Aggregate principal amount of Bonds outstanding as of March 19, 2015, being the latest practicable date prior to the publication of this announcement	U.S.\$33,200,000.00
Total amount paid by the Company at the Early Redemption Amount	U.S.\$34,570,172.55
Total Interest accrued but unpaid up to, but excluding the Redemption Date	U.S.\$95,911.11
Redemption Date	April 19, 2015
Closing Price of Shares as of March 19, 2015 (being the latest practicable date prior to the publication of this announcement)	₱ 903.50 per share
Conversion Price (as at the date of this announcement)	₱ 624.625 per share

Remaining Conversion Period

Up to and including April 9, 2015

Section 8.2 (Redemption at the Option of the Issuer) provides that the outstanding Bonds may, at the option of the Company, be redeemed in whole but not in part at the Early Redemption Amount, together with accrued but unpaid interest on the Redemption Date, provided that the Closing Price of the Shares for each of the 30 consecutive Trading Days, the last of which occurs not more than five days prior to the date upon which notice of such redemption is given, was at least 130 per cent of the applicable Early Redemption Amount divided by the Conversion Ratio. This proviso was satisfied as at close of business on March 18, 2015.

Bondholders wishing to avoid having their Bonds redeemed have until April 9, 2015 to convert those bonds. If all Bondholders elect to convert their called Bonds, a total of approximately 2.3 million common shares of the Company will be issued upon conversion of those Bonds, representing 0.284% of the Company's existing common share capital as at March 19, 2015 and 0.283% of its common share capital as at such date as enlarged by the issue of such Shares.

The Company intends to complete any formalities in relation to the delisting of the Bonds from the Singapore Stock Exchange as soon as possible following the redemption of the outstanding Bonds on April 19, 2015.

Bondholders who are in any doubt as to the action to be taken should consult their stockbroker, bank manager, solicitor, professional accountant or other professional adviser.

Thank you.

Very truly yours,



JOSE T. SIO

Corporate Information Officer

SM Investments Corporation