



July 2, 2013

PHILIPPINE STOCK EXCHANGE

3rd Floor, Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

Attention : Ms. Janet A. Encarnacion
Head - Disclosure Department

Re : **SM Investments Corporation**
Stock Dividend

Dear Ms. Encarnacion,

Relative to the 25% stock dividend declaration of SM Investments Corporation, we are pleased to submit the following as requested in your letter dated July 2, 2013:

1. Computation on the adjusted price and adjusted number of outstanding shares

Given:

Previous outstanding shares	630,517,159
Stock Dividend rate	25%
July 2, 2013 closing price	1,107

Outstanding shares

Previous Outstanding Shares	630,517,159
<u>Shares approved by SEC as stock dividends</u>	<u>157,000,000</u>
Computed Outstanding Shares	787,517,159

Adjusted Outstanding Shares	787,517,159
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Closing Price

July 2, 2013 closing Price	1,107
<u>Divide: (1 + Stock Dividend Rate)</u>	<u>1.25</u>
Computed Closing Price	885.6000

Adjusted Closing Price	885.50
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Based on the Board Lot Table, the minimum fluctuation is P0.500 for the prices ranging from P500.00 to P999.50. Hence, the Adjusted Closing Price is rounded down to P885.50.



SM Investments Corporation
10/F One E-Com Center
Harbor Drive
Mall of Asia Complex
1300, Pasay City, Philippines

2. Adjusted number of local and foreign owned shares of SMIC as of July 2, 2013 based on BDO Unibank, Inc. - Trust and Investments Group report

Shareholder	Number of Shares Held	%
Filipino / Local	511,720,818	64.98
Non Filipino / Foreign	275,796,341	35.02
Total	787,517,159	100.00

3. Explanation on the difference on outstanding shares

	No. of outstanding shares
Per SMIC records	630,517,159
Per PSE website	630,506,228
Total	10,931

The difference of 10,931 shares pertains to the bond conversion on June 24, 2013. The pertinent documents for listing of said shares were submitted to the PSE on July 2, 2013.

Very truly yours,



Jose T. Sio
Executive Vice President and CFO
Corporate Information Officer
SM Investments Corporation

Cc: Ms. Christina Marie C. Fortes
Assistant Manager - Disclosure Department

Ms. Ma. Concepcion Magdaraog
PDEX-Head