

October 5, 2015

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 (SMIC)**
SEC Reg. No. 16342

Dear Ms. Encarnacion,

This is in reference to your memo dated October 5, 2015, requesting for confirmation on the veracity of the news article entitled "SM Investments capex may hit P100B in 2016" posted in BusinessWorld Online on October 4, 2015. The article reported in part that:

"SM Investments Corp. may set aside as much as P100 billion to support its expansion program next year, as the holding firm of the country's richest man Henry Sy, Sr. plants the seeds that will allow the conglomerate to take advantage of the Philippine economy's robust growth.

SM Chief Financial Officer Jose T. Sio told reporters on Friday the company may spend 'between P80 billion [and] P100 billion' next year. The holding firm pegged its capex at P85 billion this year.

The planned capital expenditure (capex) does not include funds for acquisition or budget for infrastructure projects if the SM group wins some of those under the government's public-private partnership program, he said.

...."

We confirm the veracity of the above news article.

Very truly yours,



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

Cc: Director Justina Callangan
SEC – Corporate Finance Dept. Head

Ms. Vina Vanessa S. Salonga
PDEX – Issuer Compliance & Disclosure Dept. Head