

March 28, 2014

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 March 28, 2014, requesting for confirmation on the veracity of the following news articles posted in abs-cbnnews.com on March 28, 2014. The article reported in part that:

"MANILA, Philippines – Sy-led SM Investments Corp. (SMIC) will spend an estimated P80 billion for its capital expenditures this year, officials said Thursday.


A bulk of the capital expenditures will be allotted for SM Prime Holdings Inc., which is the country's largest mall operator.

'On a holding company level, it's about P80 billion, of which P70 billion is for SM Prime, and then SM Retail is about P5 billion to P6 billion, and the rest is the banks,' SMIC investor relations chief Cora Guidote told reporters.

...."

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. Ma. Concepcion Magdaraog
PDEX – Issuer Compliance & Disclosure Dept. Head

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