



Ayala Corporation
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13 June 2008

Securities & Exchange Commission

Attn.: Director Justina F. Callangan
Corporation & Finance Department
S.E.C. Building, EDSA
Mandaluyong City

Philippine Stock Exchange

Attn.: Atty. Pete M. Malabanan
Head - Disclosure Department
4/F PSE Center, Exchange Road
Ortigas Center, Pasig City

Gentlemen:

Please be informed that the Board of Directors of Ayala Corporation, at its meeting held today, 13 June 2008, approved the following:

1. **Regular Cash Dividends on Common Shares**

The declaration of a regular cash dividend of ₱ 2.00 per share corresponding to the first semester ending 30 June 2008, to all outstanding common shares of the Corporation's capital stock as of record date 02 July 2008, payable on 21 July 2008. The dividends will be covered by the unappropriated retained earnings of the Corporation as of 31 December 2007. The Stock and Transfer Books of the Corporation will be closed for the transfer of shares from 27 June 2008 to 02 July 2008.

2. **Quarterly Cash Dividends on Preferred "B" Shares**

The declaration and payment from the unappropriated retained earnings of the Corporation as of 31 December 2007, of the quarterly cash dividends of 9.4578% per annum, to all shareholders of the Corporation's outstanding Preferred Class "B" Shares with record date of 02 July 2008 and payable on 21 July 2008. The declaration covers the dividend period 21 April 2008 to 21 July 2008.

The above information is being submitted in compliance with the disclosure rules of the Securities and Exchange Commission and the Philippine Stock Exchange.

Very truly yours,

A handwritten signature in blue ink, appearing to read 'Renato O. Marzan'.

RENATO O. MARZAN

General Counsel and Group Head
Corporate Governance & Legal Affairs
and Internal Audit Group