



Ayala Corporation

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11 December 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

Philippine Dealing & Exchange Corporation

Attn.: Mr. Cesar B. Crisol
President and Chief Operating Officer
37/F Tower 1, The Enterprise Center
6766 Ayala Avenue corner Paseo de Roxas
Makati City

Gentlemen:

Please be informed that the Board of Directors of Ayala Corporation (the "Corporation"), at its meeting held today, 11 December 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 second semester ending 31 December 2008, to all outstanding common shares of the Corporation's capital stock as of record date 09 January 2009, payable on 03 February 2009. 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 06 January 2009 to 09 January 2009.

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 07 January 2009 and payable on 21 January 2009. The declaration covers the dividend period 21 October 2008 to 21 January 2009.

3. **2009 Annual Stockholders' Meeting**

The setting of the 2009 Regular Annual Stockholders' Meeting of the Corporation on 03 April 2009 at 9:00 a.m. at the Grand Ballroom, Hotel Intercontinental Manila, Ayala Center, Makati City.

Pursuant to the By-laws of the Corporation, all nominations for election of directors should be submitted in writing to the Board of Directors at least thirty (30) business days before the date of the Regular Annual Stockholders' Meeting.

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,



RENATO O. MARZAN

General Counsel and Managing Director
Corporate Governance & Legal Affairs
and Internal Audit Group

cc: **BPI Stock Transfer Office**
Attn.: Ms. Elfrida S. Narboneta
Assistant Vice President
16/F BPI Head Office
Ayala Avenue, Makati City