

**Ayala Corporation**

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January 23, 2009

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:

Our Board of Directors approved today the declaration of the quarterly cash dividends this year of 8.88% per annum on our Preferred Class "A" shares, with the following record and payment dates:

	<u>1st Quarter</u>	<u>2nd Quarter</u>	<u>3rd Quarter</u>	<u>4th Quarter</u>
Record Date	Feb. 11, 2009	April 28, 2009	July 29, 2009	Oct. 29, 2009
Payment Date	Feb. 25, 2009	May 25, 2009	Aug. 25, 2009	Nov. 25, 2009

The dividends will be paid from our unappropriated retained earnings as of December 31, 2008.

Very truly yours,

SOLOMON M. HERMOSURA
General Counsel and Compliance Officer