

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-C

**CURRENT REPORT UNDER SECTION 17
OF THE SECURITIES REGULATIONS CODE (SRC)
AND SRC RULE 17(a)-1(b)(3) THEREUNDER**

- 1. **September 30, 2005**
Date of Report (Date of earliest event reported)

- 2. **152747**
SEC Identification Number

- 3. **050-000-153-790**
BIR Tax Identification Number

- 4. **AYALA LAND, INC.**
Exact Name of registrant as specified in its charter

- 5. **MAKATI CITY, PHILIPPINES**
Province, country or other jurisdiction of incorporation

- 6. (SEC Use Only)
Industry Classification Code

- 7. **29/F, Tower One, Ayala Triangle, Ayala Avenue, Makati City**
Address of principal office

- Postal code: **1226**

- 8. **848-5313**
Registrant's telephone number, including area code

- 9. **Not Applicable**
Former name or former address, if changed since last report

- 10. Securities registered pursuant to Sections 4 and 8 of the SRC

As of June 30, 2005

Title of Each Class	Number of Shares of Common Stock Outstanding	Amount of Debt Outstanding
COMMON SHARES	10,787,577,931	P 11.52 Billion

Indicate the item numbers reported herein : **Please refer to attached letter**

Re: P252M Exchangeable Bonds

Pursuant to the requirements of the Securities Regulations Code, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

AYALA LAND, INC.
Registrant

Date : **September 30, 2005**

JAIME E. YSMAEL
Senior Vice President & CFO

SEC Reg. No. 152747
SEC Sec. Code No. E-5000

September 30, 2005

SECURITIES AND EXCHANGE COMMISSION
SEC Building, EDSA, Mandaluyong City

Attention: **Director Justina F. Callangan**
Corporation Finance Department

PHILIPPINE STOCK EXCHANGE
4/F PSE Center, Exchange Road
Ortigas Center, Pasig City

Attention: **Ms. Jurisita M. Quintos**
Senior Vice President
Disclosure Department

Gentlemen:

Please be advised that the Executive Committee of Ayala Land approved the issuance of P500m worth of Exchangeable Bonds. The Company will issue an initial tranche with an aggregate face value of P252 million, subject to the registration requirements of the Securities and Exchange Commission. BPI Capital Corporation has been appointed as Issue Manager and Underwriter for the said bond issue. The bonds will be sold through a general public offering to retail investors.

The bonds will be priced at 100% of face value and will mature three (3) years from initial issue date.

Net proceeds, after issue-related expenses, shall be used by Ayala Land, Inc. for general corporate purposes.

Thank you.

Very truly yours,

(original copy signed)
JAIME E. YSMAEL

Senior Vice President & Chief Finance Officer