

05 July 2007

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

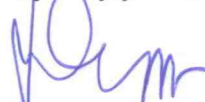
Gentlemen:

Please be informed that the Board of Directors of Ayala Land, Inc. (the "Corporation"), at its meeting held today, 05 July 2007, approved the following:

1. The increase in Authorized Capital Stock of the Corporation from Twenty Billion Pesos (P20,000,000,000.00) consisting of Twenty Billion Common Shares with a par value of P1.00 per share to Twenty One Billion Five Hundred Million Pesos (P21,500,000,000.00) consisting of Twenty Billion Common Shares with a par value of P1.00 per share and Fifteen Billion Preferred Shares with a par value of P0.10 per share, and the amendment of Article Seventh of the Corporation's Amended Articles of Incorporation to reflect the capital increase.
2. The stock rights offering of 13.034 Billion Preferred Shares to all common stockholders of record of 06 August 2007.
3. Calling for Special Stockholders' Meeting on 28 August 2007 to ratify the aforesaid items.

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 'R. Marzan'.**RENATO O. MARZAN**

Assistant Corporate Secretary