

16 March 2020

SECURITIES AND EXCHANGE COMMISSION

G/F Secretariat Building, PICC Complex
Roxas Boulevard, Pasay City, 1700

ATTENTION : **ATTY. VICENTE GRACIANO P. FELIZMENIO, JR.**
DIRECTOR, MARKET AND SECURITIES REGULATION DEPARTMENT

PHILIPPINE STOCK EXCHANGE, INC.

6/F PSE Tower
28th Street corner 5th Avenue
Bonifacio Global City, Taguig City

ATTENTION : **MS. JANET A. ENCARNACION**
HEAD, DISCLOSURE DEPARTMENT

PHILIPPINE DEALING & EXCHANGE CORP.

37th Floor, Tower 1, The Enterprise Center
6766 Ayala Avenue corner Paseo De Roxas
Makati City

ATTENTION : **ATTY. MARIE ROSE M. MAGALLEN-LIRIO**
HEAD, ISSUER COMPLIANCE AND DISCLOSURE DEPARTMENT

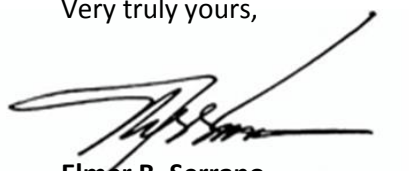
RE : **NOTICE TO APPRISE THE INVESTING PUBLIC ON RISKS/IMPACT OF COVID-19**

Gentlemen:

In compliance with the SEC Notice that requires publicly-listed companies to apprise the investing public of the risks and impact of COVID-19 on their business operations, attached is the report of SM Investments Corporation.

Thank you.

Very truly yours,



Elmer B. Serrano
Corporate Secretary

SM Investments Corporation

10/F One E-Com Center
Harbor Drive
Mall of Asia Complex
1300, Pasay City, Philippines

SM Investments Corp. Disclosure on COVID-19

We are closely monitoring the impact of COVID-19 across our subsidiaries and associates. We have a wide range of businesses including publicly-listed SM Prime and BDO, both of whom will make their own disclosures.

In Retail, it is reasonable to expect a slowing of growth in the non-essential categories whilst the Food Group is business as usual including planned expansion. Quarter 1 is typically a lean quarter, and the full impact of the COVID-19 crisis remains to be seen as we progress through the year.

In Property, all Metro Manila malls have closed effective March 16, 2020 until further notice. However, establishments that offer basic necessities such as supermarkets, banks, pharmacies, hardware and select restaurants that offer home delivery and takeout and other essentials will remain open from 11am until 7pm, Monday to Sunday. We are assessing the impact of the closures.

For the banks, the impact of COVID-19 has been limited with BDO experiencing normal loan and deposit growth. However, the longer-term impact is uncertain and will depend on the COVID-19's duration, depth and scale. With its robust business franchise and solid balance sheet, we believe it will remain resilient in the face of this current challenge.

Our Crisis Management team is on top of the developments, and our senior leadership advised of its actions and recommendations.

We are in touch with national and local authorities with respect to regulations, advisories and similar directives during this critical time.

Our customers' health and safety are our primary concerns and we have undertaken precautionary measures at our various locations to mitigate risk for our clients. Our sanitation and site Emergency Response Teams remain informed and ready. Wherever possible, our stores stay stocked for the needs of the community and are encouraging our patrons to purchase responsibly.

Our employees are informed of the protocol for this event and measures to protect their health and safety at our offices are in place. These include: regular bulletins, access to personal protection supplies, medical services, and work- from-home procedures.

Business continuity processes are in place for our offices to perform vital functions from remote locations.

We are monitoring developments on a regular basis and seek the best possible response to the situation. We are in solidarity with our communities during this difficult time and will work to be of service where we can.