

October 17, 2014

THE PHILIPPINE STOCK EXCHANGE, INC.
3rd Floor, Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

Attention : **MS. JANET A. ENCARNACION**
Head-Disclosure Department

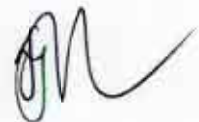
Gentlemen:

May we inform the Exchange that the Bangko Sentral ng Pilipinas (BSP) per its Letter dated October 16, 2014, received by Union Bank of the Philippines ("UnionBank") today, October 17, 2014, has approved UnionBank's amendment to the Articles of Incorporation whereby the authorized capital stock of UnionBank will be increased from existing P6,700,000,000.00 to P23,114,224,200.00 which shall be divided into 1,311,422,420 common shares at par value of P10.00 each and 100,000,000 preferred shares at par value of P100.00 each. The approval of the BSP of the Amended Articles of Incorporation of Unionbank also includes that the 65% stock dividends earlier approved shall be used to fund the 25% subscription to the increase of capital. Fractional shares resulting from the stock dividend declaration shall be paid in cash at P120.00 per share.

Record and Payment dates for the Stock Dividend shall be set upon receipt of the SEC approval of the Amended Articles of Incorporation and Stock Dividends and the PSE approval-in-principle of the listing of stock dividend with the Exchange.

Thank you

Very truly yours,



ATTY. FE BECINA- MACALINO
Corporate Secretary