



SM INVESTMENTS

May 10, 2023

THE PHILIPPINE STOCK EXCHANGE, INC.

6th Floor, PSE Tower
28th St. corner 5th Ave.
BGC, Taguig City

Attention: **Ms. Alexandra D. Tom Wong**
Officer-In-Charge, Disclosure Department

PHILIPPINE DEALING & EXCHANGE CORP.

29th Floor, BDO Equitable Tower
8751 Paseo de Roxas, Makati City

Attention: **Atty. Marie Rose M. Magallen-Lirio**
Head, Issuer Compliance and Disclosure Department

Re: **Press Release – SM Investments Q1 net income grows 33%
to PHP17.3 bn on resilient consumer demand**

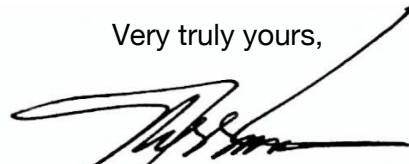
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Ladies and Gentlemen:

Please be informed that SM Investments Corporation is releasing to the press the attached statement entitled “SM Investments Q1 net income grows 33% to PHP17.3 bn on resilient consumer demand.”

Thank you.

Very truly yours,



ELMER B. SERRANO
Corporate Secretary

Encl. a/s

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-C

CURRENT REPORT UNDER SECTION 17
OF THE SECURITIES REGULATION CODE
AND SRC RULE 17.2(c) THEREUNDER

1. Date of Report (Date of earliest event reported)
May 10, 2023
2. SEC Identification No. **16342**
3. BIR Tax Identification No. **000-169-020-000**
4. Exact name of issuer as specified in its charter
SM Investments Corporation
5. Province, country or other jurisdiction of incorporation
Philippines
6. Industry Classification Code (SEC Use Only)
7. Address of principal office
10th Floor, OneE-com Center, Harbour Drive, Mall of Asia Complex, Pasay City

Postal Code **1300**
8. Issuer's telephone number, including area code
(632) 8857-0105
9. Former name or former address, if changed since last report
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10. Securities registered pursuant to Sections 8 and 12 of the SRC or Sections 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding
Common	1,222,023,358

11. Indicate the item numbers reported herein:

Item 9. Other Events

SM Investments Corporation (SMIC) will be releasing to the press the attached statement entitled "SM Investments Q1 net income grows 33% to PHP17.3 bn on resilient consumer demand."

SMIC, the country's leading conglomerate, reported its consolidated net income grew 33% to PHP17.3 billion in the first quarter from PHP13.0 billion in the same period last year.

Consolidated revenues in the January to March period increased 21% to PHP138.2 billion, from P113.8 billion in the same period last year.

Banking accounted for 47% of reported net earnings from core businesses, followed by property at 26%, retail at 17% and portfolio investments at 10%.

SIGNATURES

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

SM Investments Corporation
By:



ELMER B. SERRANO
Corporate Secretary

Date: 10 May 2023



SM INVESTMENTS

SM Investments Q1 net income grows 33% to PHP17.3 bn on resilient consumer demand

(10 May 2023, Pasay City, Philippines) SM Investments Corporation (SM Investments), the country's leading conglomerate, reported its consolidated net income grew 33% to PHP17.3 billion in the first quarter from PHP13.0 billion in the same period last year.

Consolidated revenues in the January to March period increased 21% to PHP138.2 billion, from P113.8 billion in the same period last year.

"This year has started well, continuing the strong momentum of 2022. We are well positioned for continued growth and prepared for any macroeconomic uncertainties. Meanwhile the whole group is pushing ahead with regional expansion plans to serve more Filipinos," SM Investments President and Chief Executive Officer Frederic C. DyBuncio said.

Banking accounted for 47% of reported net earnings from core businesses, followed by property at 26%, retail at 17% and portfolio investments at 10%.

Banking

BDO Unibank, Inc. reported a net income of PHP16.5 billion, up 41% from the same period last year and bolstered by solid loan and deposit growth, robust fee-income generation and improved asset quality.

China Banking Corporation booked a PHP5.0 billion net income for the first quarter, up 3% from the same period last year, driven by robust asset base expansion, strong net interest income and lower credit provisions.

Property

SM Prime Holdings, Inc. (SM Prime) registered a consolidated net income of PHP9.4 billion, 27% higher than the PHP7.4 billion in the same period last year. Consolidated revenues grew 20% to PHP28.7 billion from PHP23.9 billion.

The Philippine mall business revenues increased 88% to PHP15.4 billion from PHP8.2 billion. The rental income of local malls increased 72% to PHP13.0 billion with the increase in tenant sales and foot traffic and the full charging of rental fees implemented since the second half of 2022.

Revenues of its residential business group, led by SM Development Corp. (SMDC), was lower by 29% to PHP8.5 billion partly due to canceled sales as an effect of high inflation, rising domestic interest rates and

the lapse of the Bayanihan Law. However, cancellations are beginning to moderate in the first quarter of 2023. SMDC's sales take-up rose 15% to PHP35.8 billion.

Revenues of offices, hotels, and convention centers grew 59% to PHP3.2 billion.

Retail

SM Retail net income grew 51% to PHP3.9 billion from PHP2.6 billion. Revenues were up 22% to PHP91.2 billion from PHP74.5 billion as consumers' purchasing power remained stable despite higher inflation.

Notably, the department store business was strong as improving employment continued to support spending. Food retailing was likewise strong with constant spending on food essentials. Specialty retail growth was also driven by discretionary spending on fashion, accessories and sports items.

Portfolio Investments

Portfolio investments continued to contribute to revenues and net income, gaining momentum from the turnarounds from last year.

SM Investments expects the portfolio businesses to make a bigger contribution to the Group's revenues and earnings over time.

Balance Sheet

Total assets of SM Investments stood at PHP1.5 trillion. Gearing ratio remained conservative with 35% net debt to 65% equity.

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About SM Investments Corporation

SM Investments Corporation is a leading Philippine company that is invested in market-leading businesses in retail, banking, and property. It also invests in ventures that capture high growth opportunities in the emerging Philippine economy.

SM's retail operations are the country's largest and most diversified with its food, non-food, and specialty retail stores. SM's property arm, SM Prime Holdings, Inc., is the largest integrated property developer in the Philippines with interests in malls, residences, offices, hotels and convention centers as well as tourism-related property developments. SM's interests in banking are in BDO Unibank, Inc., the country's largest bank, and China Banking Corporation, the 6th largest bank.

For information, please visit www.sminvestments.com

Timothy Daniels

Consultant, Investor Relations & Sustainability

SM Investments Corporation

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