



SAN MIGUEL CORPORATION

August 9 2018

Ms. Vina Vanessa S. Salonga

Head - Issuer Compliance and Disclosure Department (ICDD)
Philippine Dealing & Exchange Corp.
37/F, Tower 1, The Enterprise Center
6766 Ayala Ave. cor. Paseo de Roxas, Makati City

Gentlemen:

Please be advised that the following disclosure was made to the Philippine Stock Exchange, in response to their request for clarification, as follows:

We reply with respect to the news article entitled "SMC Global Power pegs rate of bonds" posted in manilastandard.net on August 9, 2018 which reported in part that:

"SMC Global Power Holdings Group., the power generation arm of conglomerate San Miguel Corp., has set the interest rate for its P15-billion, five-year fixed rate retail bonds at 6.75 perch per annum.

SMC Global said in a filing with the Securities and Exchange Commission it scheduled the offering period for the Series G bonds due 2023 from Aug. 6 to 10, with the issue date set on Aug. 17. It will list the bonds with Philippine Dealing & Exchange Corp.

....

SMC Global will use the entire proceeds from the bond sale to refinance the outstanding shareholder advances and existing loan obligations and re-denominate US dollar-denominated obligations of the company.

...."

By way of response to the Exchange, we confirm that the interest rate for the P15-billion Series G five-year fixed rate retail bonds of SMC Global Power Corp., due on 2023, shall be 6.75% per annum. The offer period for the Series G bonds, which will be listed in the Philippine Dealing and Exchange Corp., shall be from August 6 to 10, with the issue date set on August 17. The proceeds from the bond sale shall be used to refinance the outstanding shareholder advances and existing loan obligations and re-denominate the US dollar-denominated obligations of the company, as reported in the aforementioned article.

Very truly yours,

MARY ROSE S. TAN
Assistant Corporate Secretary

