



SAN MIGUEL CORPORATION

August 24, 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 interested to bid for Malaya thermal-power plant" posted in BusinessMirror (Internet Edition) on August 23, 2018. The article reported in part that:

"BUSINESSMAN Ramon S. Ang said on Thursday San Miguel Corp.'s (SMC) power business is keen on participating in the planned auction of the 650-megawatt (MW) Malaya Thermal Power Plant (MTPP).

In a text message, Ang confirmed he is interested to bid for the government power asset.

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PSALM is determined to sell the power plant within the year, possibly in November.

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By way of response to the Exchange, we confirm that San Miguel Corporation, thru SMC Global Power Holdings Corp., shall participate in the planned auction by the Power Sector Assets and Liabilities Management Corporation of the 650-megawatt (MW) Malaya Thermal Power Plant located in Pililia, Rizal, as advised by Mr. Ramon S. Ang, President and Chief Operating Officer of the Company, and reported in the aforementioned article.

Very truly yours,

MARY ROSE S. TAN
Assistant Corporate Secretary