



SMC GLOBAL POWER

4 January 2019

Philippine Dealing & Exchange Corp.

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

Attention: **Ms. Paula Beatrice A. Bueno**
OIC - Issuer Compliance and Disclosure Department

Gentlemen:

Please find the attached disclosure of San Miguel Corporation ("SMC") pertaining to the planned coal power plant project of Mariveles Power Generation Corporation, the joint venture firm of the SMC Global Power Holdings Corp. (the "Corporation") and Meralco PowerGen Corporation. SMC is the parent company of the Corporation.

Thank you.

Very truly yours,

SMC GLOBAL POWER HOLDINGS CORP.

By:


ELENITA D. GO
Corporate Information Officer



SAN MIGUEL CORPORATION

January 3, 2019

The Philippine Stock Exchange, Inc.
Disclosure Department
6th Floor, Philippine Stock Exchange Tower
28th Street, corner 5th Avenue
Bonifacio Global City, Taguig City

Attention: **Janet A. Encarnacion**
Head, Disclosure Department

Gentlemen:

We reply with respect to the news article entitled "SMC-Meralco consortium investing P99b in coal plant" posted in manilastandard.net on January 2, 2019. The article reported in part that:

"The joint venture of SMC Global Power Holding Corp. and Meralco PowerGen Corp. plans to spend P99 billion to put up a 1,200-megawatt coal project in Mariveles, Bataan.

Mariveles Power Generation Corp., the joint venture firm, said in an environmental impact statement submitted to the Environmental Management Bureau it would construct and operate the Mariveles Coal Power Plant project in two phases, each with a 600-MW capacity.

The proposed project will be built on a 150-hectare property within the Mariveles Economic Zone of the Authority of the Freeport Area of Bataan in Barangay Biaan, Mariveles.

The project is expected to use imported coal from Indonesia and locally available coal from Daguma and Semirara coal mining operations.


Daguma Agro Minerals Inc., a unit of San Miguel Corp., the parent firm of SMC Global Power, will supply the Daguma coal.

The coal project will start upon completion of all needed permits and other regulatory requirements. Completion is expected by 2022.

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By way of response to the Exchange, we confirm that Mariveles Power Generation Corp., a joint venture firm of SMC Global Power Holdings Corp. (a subsidiary of the Company) and Meralco PowerGen Corp., is contemplating to initially construct and operate the 600 MW coal power plant in Mariveles, Bataan.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer