



SAN MIGUEL CORPORATION

March 29, 2019

ATTY. JOSEPH B. EVANGELISTA

Head - Issuer Compliance and Disclosure Department (ICDD)
Philippine Dealing & Exchange Corp.
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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 write with respect to the news article entitled "SMC completes requirements for Boracay bridge project proposal" posted in Inquirer.net on March 29, 2019. The article reported in part that:

"Conglomerate San Miguel Corp. submitted the complete proposal to build a bridge that would allow land-based access to Boracay Island.

SMC's unsolicited offer, known as the Boracay Bridge Project, had fulfilled key requirements of the Department of Public Works and Highways (DPWH).

The certification was made on Jan. 29, 2019, but was made public only recently on the DPWH's website. The DPWH said it was currently evaluating the bridge proposal.

The project was described as a 'limited access bridge infrastructure project' that would link Panay and Boracay, a popular destination for local and international visitors that was closed for six months last year under a rehabilitation program ordered by President Duterte.

The project is not meant to significantly increase the tourist load on the island but would allow the easier flow of supplies and removal of waste.

'The bridge is not envisioned to cater to vehicular through-traffic, so as not to congest the island, but will be provided with loading/unloading areas on both ends to process the movement of commuters, solid waste, goods and supplies,' the DPWH said.

The project will cost P5.48 billion, including the right-of-way, and will be undertaken by San Miguel Holdings Corp., SMC's infrastructure arm.

By way of response to the Exchange, we advise that San Miguel Corporation has completed the submission of the proposal to build a bridge that would allow land-based access to Boracay Island, known as the Boracay Bridge Project, to the Department of Public Works and Highways (DPWH), as confirmed by the DPWH and reported in the aforementioned news article.

Very truly yours,

A handwritten signature in black ink, appearing to read 'Mary Rose S. Tan', written in a cursive style.

MARY ROSE S. TAN
Assistant Corporate Secretary