



SAN MIGUEL CORPORATION

April 3, 2019

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Head - Issuer Compliance and Disclosure Department (ICDD)
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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 reply with respect to the news article entitled “SMC Global Power’s P60-B bond issuance gets SEC nod” posted in The Manila Times (Online Edition) on April 3, 2019. The article reported in part that:

“THE power unit of listed conglomerate San Miguel Corp. has secured the approval of the Securities and Exchange Commission (SEC) to issue bonds worth P60 billion.

SMC Global Power told the Philippine Dealing and Exchange Corp. on Tuesday that it received the SEC’s Order of Registration and Certificate of Permit to Offer Securities for Sale on Monday.

The subsidiary plans to initially offer P30 billion — a base size of P25-billion and an oversubscription option of up to P5 billion — to raise funds to partially refinance existing loan obligations, redenominate US dollar loans, and expand investment in power assets.

The bonds are composed of three-year Series H bonds, due 2022; five-year Series I bonds, due 2024; and seven-year Series J bonds, to mature in 2026. They will yield 6.8350 percent, 7.1783 percent and 7.6000 percent annually, respectively.

Public offer will run from April 1 to 12, 2019. The bonds will be listed on April 24.

BDO Capital and Investments Corp., BPI Capital Corp., China Bank Capital Corp., PNB Capital, and SB Capital are the joint issue managers, underwriters and bookrunners for the transaction.

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By way of response to the Exchange, we confirm that Securities and Exchange Commission approved the issuance by SMC Global Power Holdings Corp., (“SMC Global”), a wholly-owned subsidiary of San Miguel Corporation, of bonds worth P60 billion, consisting of: (i) three-year Series H bonds, due 2022, (ii) five-year Series I bonds, due 2024, and (iii) seven-year Series J bonds, due 2026, respectively. The initial offer size of the bonds, the yield of the bonds and use by SMC Global of the proceeds of the same, as reported in the aforementioned news article, are accurate.

Very truly yours,



MARY ROSE S. TAN
Assistant Corporate Secretary