



SAN MIGUEL CORPORATION

September 19, 2019

ATTY. JOSEPH B. EVANGELISTA

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 disclosures were made to the Philippine Stock Exchange, in response to their request for clarification, as follows:

We reply with respect to the new articles published in various newspapers on September 19, 2019 involving San Miguel Corporation ("SMC"), including the following:

1. "San Miguel looking to build an elevated expressway on EDSA" posted in BusinessWorld (Online Edition) on September 19, 2019 which reported that:

"SAN MIGUEL Corp. (SMC) is seeking to build an elevated expressway along Epifanio de los Santos Avenue (EDSA) as a direct alternative to the heavily congested 23-kilometer highway.

Ramon S. Ang, president and chief operating officer of SMC, told reporters yesterday the company targets to submit a proposal to the Department of Transportation (DoTr) for a 10-lane, five-by-five expressway along EDSA.

'Details noon, we will be submitting to DoTr siguro (We'll submit its details to the DoTr either) Monday or Tuesday,' he said.

Transportation Secretary Arthur P. Tugade mentioned the project during the signing ceremony for SMC's Bulacan airport project yesterday when he was asked about the government's plans to help ease Metro Manila traffic.

.....

Transportation Undersecretary for Planning Ruben S. Reinoso, Jr. said the plan is to build a 'Skyway' that will link the Manila-Cavite Expressway (CAVITEx) to the North Luzon Expressway (NLEx) in Balintawak, Quezon City.

.....

Once SMC finalizes its submission to the government and the project is approved, Mr. Tugade said he wants the expressway to be partially operable within 30 months.

....”

2. “SMC gets green light for Bulacan airport, setting up equity fund” posted in BusinessMirror (Online Edition) on September 19, 2019 which reported that:

“SAN Miguel Corp. (SMC) plans to set up a private equity fund to assure banks and other financing institutions that the company has the capacity to repay its future loans for the construction of the \$15-billion Bulacan International Airport.

To initially set up the private equity fund, SMC will put in about \$5 billion in equity, which represents roughly 30 percent of the project cost, Ramon S. Ang, the company’s president, explained.

‘The shareholders of San Miguel will come up with new equity—private equity capital—so that the banks will be assured of our capacity,’ he said. The group is looking at Chinese and American banks for the loan facility.

Ang noted that his group might be able to secure suppliers’ credit, ‘which removes the problems.’

‘We received a proposal from one big company—a Fortune 500 company—that offered to finish the project and finance the operations for 15 years after,’ he said.

....”

By way of response to the Exchange, we confirm that San Miguel Corporation (the “Company”) plans to submit to the Department of Transportation (DOTr) a proposal for the construction of an elevated 10-lane, five-by-five expressway to decongest the traffic situation along Efipanio de los Santos Avenue.

By way of clarification, the Company may put in new equity/capital, if necessary, for the construction of the Bulacan International Airport.

The items referred to above were covered by the aforementioned news articles.

Very truly yours,



MARY ROSE S. TAN
Assistant Corporate Secretary