



SAN MIGUEL CORPORATION

December 11, 2017

The Philippine Stock Exchange, Inc.
Disclosure Department
3rd Floor, Tower One and Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

Attention: **Mr. Jose Valeriano B. Zuño III**
OIC-Head, Disclosure Department

Gentlemen:

We reply with respect to the news article entitled "SEC approves SMC Global Power's P35-billion issue" posted in Manila Bulletin (Internet Edition) on December 10, 2017. The article reported in part that:

"Securities and Exchange Commission (SEC) already gave SMC Global Power Holdings Corporation, the power arm of diversified conglomerate San Miguel Corp., the green light to raise as much as P35 billion worth of retail bonds.

SEC Chairperson Teresita Herbosa confirmed Friday evening that the Commission, during its last en banc meeting, already approved SMC Global Power's application for a shelf-registration of fixed rate bonds that have a combined worth of P35 billion, of which P20 billion will already be issued as part of the initial tranche.

...."

By way of response to the Exchange, we confirm that the Securities and Exchange Commission, during the En Banc Meeting held on December 8, 2017, approved the application of SMC Global Power Holdings Corp. for the shelf-registration of fixed rate bonds, with a combined worth of P35 billion, of which P20 billion will be issued as part of the initial tranche, as reported in the aforementioned article.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer