



**SAN MIGUEL CORPORATION**

October 14, 2015

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

Attention: **Ms. Janet A. Encarnacion**  
**Head - Disclosure Department**

Gentlemen:

We reply with respect to the news article entitled "San Miguel may raise \$1B via preferred share sale" posted in BusinessWorld Online on October 13, 2015. The article reported in part that:

"SAN MIGUEL Corp., the Philippines' largest company, is considering raising as much as \$1 billion by selling local currency preferred shares and using the proceeds to repay dollar debt as it seeks to trim its foreign liabilities amid a weaker peso.

'We can still do a sale this year,' San Miguel President Ramon S. Ang said in an interview late Monday.

...."

By way of response to the Exchange, we advise that the statements of Mr. Ramon S. Ang, President and Chief Operating Officer of the Company relating to the plan of the Company to issue and sell Peso-denominated preferred shares, up to the US\$ equivalent of One Billion, to refinance and pay down its existing US\$ obligations, as reported in the aforementioned article are accurate. An appropriate disclosure shall be made to the Exchange in the event such issuance is undertaken by the Company.

Very truly yours,

**MARY ROSE S. TAN**  
Assistant Corporate Secretary