SAN MIGUEL CORPORATION

September 20, 2024

The Philippine Stock Exchange, Inc.
Disclosure Department
6th Floor, Philippine Stock Exchange Tower
28th Street, corner 5th Avenue
Bonifacio Global City, Taguig City

Attention: **Atty. Stefanie Ann B. Go**
OIC, Disclosure Department

Gentlemen:

We reply with respect to various news articles relating to San Miguel Corporation ("SMC" or the "Company"). In the attached article entitled "SMC Tollways issuing P35-b bonds to fund expansion plan" posted in ManilaStandard.com on September 19, 2024, it was reported that:

> "SMC Tollways Corp., a unit of conglomerate San Miguel Corp.-led SMC Infrastructure, plans to raise up to P35 billion from the issuance of peso-denominated fixed-rate bonds.
>
> Under the plan, SMC Tollways will issue P30 billion worth of bonds with an oversubscription option for another P5 billion to fund expansion plan.
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> Ratings agency Philippine Ratings Services Corp. (PhilRatings), said it assigned a credit issue rating of PRS Aaa with a stable outlook on the company's proposed bond offering. PRS Aaa is the highest rating assigned by PhilRatings.
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> . . . .
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> It said SMC Tollways is under the infrastructure group of the diversified conglomerate, and its tollways operations are experiencing strong demand.
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> SMC Tollways holds the concession rights for several toll road projects including Skyway System consisting of Skyway Stage 1 to 3 and Skyway Extension.
>
> Average annual daily traffic in SMC Tollways' Skyway Stage 1 and 2 in 2023 exceeded the 2019 pre-pandemic levels. Average annual daily traffic in Skyway Stage 3 also increased 51.4 percent as of end-2022 and 27.9 percent as of end-2023.

Overall average daily traffic for the whole Skyway system rose 2.8 percent in the first six months of 2024 from end-2023 level.

PhilRatings said it expects demand for the expressway to remain strong with a healthy projected annual growth rate.
. . . ."

By way of response to the Exchange, we advise and confirm that SMC Tollways Corporation (the "Corporation"), an affiliate of San Miguel Corporation, filed with the Securities and Exchange Commission yesterday, September 19, 2024 the Registration Statement and Prospectus for the public issuance of up to P35 Billion Peso Denominated Fixed Rate Bonds, with a base offer of P30 Billion and an oversubscription of up to P5 Billion (the "Offering") , and with the other features described and reported in the aforementioned news article. The proceeds of the Offering shall be used to refinance existing obligations and fund the capital expenditure requirements of the Corporation.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer