



October 28, 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 article entitled "San Miguel unit takes over Sual coal-fired plant in Pangasinan" posted in Bworldonline.com on October 28, 2024, it was reported that:

"SUAL POWER, INC. (SPI) has taken over the 1,200-megawatt (MW) Sual Coal-Fired Thermal Power Plant in Pangasinan province after the contract between TeaM Energy Corp. and the government expired.

In a statement at the weekend, TeaM Energy said it handed over the power plant to the government through the Power Sector Assets and Liabilities Management Corp. (PSALM), and National Power Corp. (Napocor) on Oct. 25.

'For the past year, there has been close coordination with Napocor, PSALM and SPI to ensure a seamless transition process,' said Mitsuhiro Kojima, officer-in-charge at TeaM Energy. 'The plant has been turned over in excellent condition, ready to continue generating electricity for the Luzon grid.'

SPI, a unit of San Miguel Global Power Holdings Corp. (SMGP) and the independent power producer administrator (IPPA) of the Sual facility, received the power plant from PSALM.

The power plant, the largest coal-fired power plant in the Philippines in terms of installed capacity, has been providing power to the Luzon grid since 1999 under a 25-year build-operate-transfer scheme that ended this year.

SPI, formerly known as San Miguel Electric Corp., entered an agreement with PSALM in 2009 allowed it to serve as the administrator of the Sual Power Plant.

SPI has the contractual right to manage, control, trade, sell or otherwise deal in up to 1,000 MW of the generation capacity of the power plant, according to SMGP.

After the transfer of the plant from Team Energy to PSALM, SPI then took over ownership of the plant, pursuant to the IPPA agreement.

... ”

By way of response to the Exchange, we advise and confirm that the 1,200 megawatt (MW) Sual Coal-Fired Thermal Power Plant, located in the Province of Pangasinan, was turned over to Sual Power Inc. (“SPI” - formerly named San Miguel Energy Corporation), an affiliate of San Miguel Corporation, on October 25, 2024, by Team Energy Corp., thru the Power Sector Assets and Liabilities Management Corp. (“PSALM”) and National Power Corp. (NAPOCOR), in accordance with the Independent Power Producer Administrator Agreement between PSALM and SPI. Such turn-over was briefly described in the news article referred to above.

Very truly yours,



FERDINAND K. CONSTANTINO
Corporate Information Officer