



SAN MIGUEL CORPORATION

October 26, 2021

The Philippine Stock Exchange, Inc.

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

Attention: **Janet A. Encarnacion**
Head, Disclosure Department

Gentlemen:

We reply with respect to the news article entitled "SMC eyes Sangley semicon hub" posted in Inquirer.net in October 26, 2021. The article reported in part that:

"Foods, drinks and infrastructure conglomerate San Miguel Corp. (SMC) wants to build a manufacturing hub in Sangley, Cavite, as the local government struggles to get its \$10-billion international airport project off the ground.

Ramon S. Ang, president of SMC, told the Inquirer that the project will focus on manufacturing semiconductors, essential components in electronic devices that are in high demand amid a global shortage of microchips.

'It's an export processing zone [for] manufacturing of semiconductors,' Ang said, adding that the conglomerate will pursue the project in partnership with various semiconductor companies.

....

A source with knowledge of the matter said SMC had submitted a letter of interest to the Cavite government. However, it was unclear if a final proposal had been made.

...."

By way of response to the Exchange, we confirm that San Miguel Corporation ("SMC") is contemplating to submit a proposal for the establishment of an export processing zone in the Province of Cavite for the manufacturing of semiconductors and essential components of electronic devices, possibly in partnership with semiconductor companies, as advised by Mr. Ramon S. Ang, President and Chief Operating Officer of SMC and reported in the aforementioned news article.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer