SAN MIGUEL CORPORATION

September 9, 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 articles published in various newspapers on September 9, 2021. In the attached news article entitled "SMC plans securities sale for Batangas plant" posted in manilatimes.net, it was reported in part that:

> "SMC Global Power Holdings Corp. is seeking to raise $100 million from the issuance of perpetual securities to finance its combined cycle power plant project in Batangas.
>
> The subsidiary of San Miguel Corp., (SMC) in a disclosure to the Philippine Dealing and Exchange Corp., said its board of directors approved the issuance of additional senior perpetual capital securities of at least $100,000,000 'or such other amount as management may determine.'
>
> The planned issuance is 'subject to prevailing market conditions and as may be advantageous to the corporation.'
>
> 'It will be constituted by a supplemental trust deed, which shall supplement the trust deed of the original securities, and listed in the Singapore Exchange Securities Trading Limited (SGX-ST),' it added.
>
> Proceeds will be used primarily for investments in the 1,313.1-megawatt Batangas Combined Cycle Power Plant and related assets or for general corporate purposes.
>
> . . . . "

By way of response to the Exchange, we confirm that SMC Global Power Holdings Corp., a wholly-owned subsidiary of San Miguel Corporation, contemplates to raise up to $100 million from the issuance of additional perpetual securities (the "Securities") to finance its investments in the 1,313.1-megawatt Batangas Combined Cycle Power Plant and related assets or for general corporate purposes. The Securities shall be listed in the Singapore Exchange Securities Trading Limited, as reported in the aforementioned article.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer