



**SAN MIGUEL
CORPORATION**

October 5, 2022

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

Attention: Ms. Alexandra D. Tom Wong
Manager, Disclosure Department

Gentlemen:

We reply with respect to the news articles posted in various online sites. In the news article entitled "SMC plans to put up energy storage manufacturing plant" posted in manilastandard.net on October 4, 2022, the article reported in part that:

"Conglomerate San Miguel Corp. plans to put up a battery energy storage manufacturing facility that can serve the domestic and export markets, its top executive said Monday.

'I also want to get into battery storage manufacturing using nickel-iron, so I won't have to buy. I will produce it and even export it,' SMC president Ramon Ang said.

Batteries using nickel deliver higher energy with a bigger storage capacity at a cheaper cost.

Ang said the company was putting up battery energy storage systems with a total capacity of 1,000 megawatts that could 'capture the up and down swing of power plants.'

These will come from 31 facilities with investments of about \$1 billion.

'We now have 500 MW, and I hope to reach 1,000 MW. We can sell that to factories, steel mills,' he said.

...

Ang said he planned to offer stored power capacity from BESS at P2 to P3 per kilowatt-hour.

..."

By way of response to the Exchange, and as disclosed by the Company to the Exchange on January 5, 2022, the Company confirms the news report relating to the plans to establish a battery storage systems facilities, through its wholly-owned subsidiary, SMC Global Power Holding Corp.

Very truly yours,



FERDINAND K. CONSTANTINO
Corporate Information Officer