



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

Gentlemen:

We reply with respect to the news article entitled "SMC power unit to switch on BESS facilities this year" posted in Business Mirror (Online Edition) on January 4, 2022, which reported in part that:

"The power arm of conglomerate San Miguel Corp. (SMC) will be able to switch on an initial 690 megawatts (MW) of its battery energy storage systems (BESS) facilities in early 2022.

'A total of 690MW of our 1,000MW BESS facilities nationwide will be operational early 2022. By year-end, we will have completed all 31 facilities for a total of 1,000MW in capacity,' SMC said in its social media post Tuesday.

. . . .

SMC has also announced that it is building solar plants equipped with BESS facilities at around 10 locations. A liquefied natural gas plant and some hydroelectric power plants, are also in the pipeline as part of its move towards cleaner and renewable technologies.

The direction for SMCGP is to add more renewables into its power portfolio utilizing technologies that will significantly cut its carbon footprint while continuously addressing the country's need for reliable and affordable power.

. . . . "

By way of response to the Exchange, we confirm that SMC Global Power Holdings Corp. (SMC Global Power), a wholly-owned subsidiary of San Miguel Corporation, is scheduled to commence the operation of an initial 690 megawatts (MW) of its battery energy storage systems facilities (BESS) in early 2022 and expects to complete by the end of the year 31 BESS facilities with a total capacity of 1,000 MW, as reported in the aforementioned news article.

The BESS facilities are intended to augment the renewable energy portfolio of SMC Global Power which include the construction of solar, liquified natural gas and hydroelectric power plants to address the continuing need of the country for reliable and affordable power.

Very truly yours,



FERDINAND K. CONSTANTINO
Corporate Information Officer