



SAN MIGUEL CORPORATION

March 23, 2023

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, Batangas to build P45B expressway" posted in Malaya Business Insight (Online Edition) on March 23, 2023, which reported in part that:

"San Miguel Corp. (SMC) yesterday signed a joint venture agreement with the Batangas provincial government to undertake the construction of the P44.8-billion Nasugbu-Bauan Expressway (NBEX) project which is targeted to be completed by 2027.

This comes after the Batangas provincial government granted the company's infrastructure arm, SMC Infrastructure, a 35-year concession to design, build, operate and maintain the four-lane, 61-kilometer toll road which Ramon Ang, SMC president and chief executive officer, described as 'a project that will further unlock the economic potential of Batangas.'

....

Ang said the target for substantial completion of the project is at 48 months, including the 12-month development of the detailed engineering design.

Ang, who gave an overview of the project at the signing of the agreement on March 22, said the expressway is expected to cut travel time by half between Nasugbu to Bauan, Batangas, from 1.5 hours to just 45 minutes. It will also reduce the usual five-hour trip to and from Manila to only two hours.

NBEX, which begins at Barangay Kaylaway in Nasugbu, runs parallel to Tagaytay-Nasugbu and Palico-Balayan highways. The terminus of NBEX at Brgy. Kaylaway connects the expressway to another SMC Infrastructure project, the Cavite-Batangas Expressway (CBEX), which leads to Tagaytay City and Silang, Cavite.

The project has four sections: Section 1 is a 10.78-km segment that stretches from Brgy. Kaylaway to Brgy. Banilad in Nasugbu; Section 2 is a 13.03-km segment from Brgy. Banilad to Balayan town; Section 3 is a 16.3-km segment from Balayan to Lemery; and Section 4 is a 20.79-km segment from Lemery to Bauan.

NBEX is a vital infrastructure initiative in Southern Luzon, Ang added. It will improve travel across towns throughout Batangas, particularly the first district. Once complete, it will make Nasugbu, Balayan, Lemery, Bauan, the City of Calaca and other municipalities more accessible.

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By way of response to the Exchange, we confirm that San Miguel Holdings Corp., a wholly-owned subsidiary of San Miguel Corporation, executed a joint venture agreement with the Provincial Government of Batangas to undertake the construction of the P44.8-billion Nasugbu-Bauan Expressway (NBEX) Project which will serve Nasugbu, Balayan, Lemery, Bauan and Calaca, and is targeted to be completed by 2027. The NBEX Project is expected to cut travel time by half between Nasugbu to Bauan, Batangas, from 1.5 hours to 45 minutes and reduce the usual five-hour trip to and from Manila to only two hours, as reported to the aforementioned news article.

Very truly yours,



FERDINAND K. CONSTANTINO
Corporate Information Officer