SAN MIGUEL CORPORATION

March 15, 2018

The Philippine Stock Exchange, Inc.
Disclosure Department
9th Floor, Philippine Stock Exchange Tower
28th Street, corner 5th Avenue
Bonifacio Global City, Taguig City

Attention: **Mr. Jose Valeriano B. Zuño III**
OIC-Head, Disclosure Department

Gentlemen:

We advise that, at the Regular Meeting of the Board of Directors of San Miguel Corporation (the "Corporation") held today, March 15, 2018, the Board of Directors of the Corporation approved the subscription by the Company to redeemable perpetual securities amounting to US$ 650 million to be issued by SMC Global Power Holdings Corporation to be used to partially finance the acquisition of the Masinloc power assets.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer