



September 14, 2022

**The Philippine Stock Exchange, Inc.**  
Disclosure Department  
6<sup>th</sup> Floor, Philippine Stock Exchange Tower  
28<sup>th</sup> Street, corner 5<sup>th</sup> 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 attached news article entitled "San Miguel gets consent on Cavite-Batangas road" posted in manilastandard.net on September 13, 2022, the article reported in part that:

"San Miguel Corp. said Tuesday it secured an original proponent status from the provincial government of Cavite for its proposed expressway from Cavite to Batangas.

Renato Abutan, chairman of the province's public-private partnership selection committee, said the Cavite government accepted the unsolicited proposal of San Miguel Holdings Corp. for the development, design, financing, maintenance and construction of the Cavite-Batangas Expressway Project.

The project is a 27.06-kilometer toll road from the municipalities of Silang, Amadeo, Tagaytay, Indang, Mendez and Afonso in Cavite and Nasugbu Batangas.

'Accordingly, the provincial government of Cavite also granted original proponent status to SMHC on June 30, giving it the right to proceed with detailed negotiations and if successful, to exercise the right to match the best comparative that may be submitted during the competitive challenge process,' Abutan said.

'In line with the province's PPP code, the PPP selection committee will now proceed with the competitive process which is a mandatory process that is designed to solicit comparative proposals from the other potential proponents as counterbids to the unsolicited proposals by SMC, the original proponent,' he said.

...."

By way of response to the Exchange, we confirm that the Provincial Government of Cavite, thru the Office of Mr. Renato Abutan, accepted the unsolicited proposal of San Miguel Holdings Corp. ("SMHC"), a wholly-owned subsidiary of San Miguel Corporation, for the development, design, financing, maintenance and construction of the Cavite-Batangas Expressway Project, a 27.06-kilometer toll road passing thru the municipalities of Silang, Amadeo, Tagaytay, Indang, Mendez and Afonso in Cavite and ending near Nasugbu, Batangas (the "Project"). The Project aims to provide a faster, direct and more efficient route through the municipalities of Cavite and be a catalyst of development for the eastern portions of the CALABARZON region.

With the aforementioned acceptance, the provincial government of Cavite likewise granted original proponent status to SMHC. On September 1, 2022, SMHC and the Province of Cavite executed a Joint Certification of Successful Negotiations which paves the way for the commencement of the Swiss Challenge Process in accordance to the Province's PPP Code.

Very truly yours,



**FERDINAND K. CONSTANTINO**  
Corporate Information Officer