



SAN MIGUEL CORPORATION

April 8, 2013

The Philippine Stock Exchange, Inc.
Disclosure Department
3rd Floor, Tower One and Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

Attention: **Ms. Janet A. Encarnacion**
Head - Disclosure Department

Gentlemen:

We reply to your request for clarification of the news article under Biz Buz column entitled, "Naia Expressway bidding" posted in the *Inquirer.net* on April 8, 2013. The article reported in part that:

"If plans do not miscarry, the bidding for the 7-kilometer elevated roadway that will connect the three terminals of the Ninoy Aquino International Airport with the multibillion-dollar Pagcor Entertainment City will happen today, Monday.

The project calls for the winning bidder to build a five-kilometer Skyway-type toll road that will run from terminal 3 to terminal 2 and the old terminal 1, and then onto the reclamation are on the edge of Manila Bay, where there will be a 2-kilometer "at-grade" portion inside the Entertainment City complex.

The project could not have come at a better time for the four licensees of Pagcor, all of which need a more efficient system of getting tourists and gamers from the airport to their hotels, casinos and shopping malls. So crucial is this project, in fact, that the four licensees have agreed to shoulder half of the estimated P13.5-billion cost of the elevated roadway "just so things would move faster," said one person familiar with the project.

Under the bidding scheme, the proponent that submits the lowest total cost (thus entailing the lowest subsidy requirement) will be awarded the project. As usual, the race will be contested by the familiar names that have long been itching to get to work on the government's public-private partnership program. San Miguel Corp., Metro Pacific Investments Corp. and the Ayala group, among others."

We confirm that, as previously disclosed to the Exchange, the Company intends to participate in all public biddings to be conducted by the Philippine government in connection with Public-Private Partnership projects inclusive of the seven kilometer elevated roadway connecting the three terminals of the Ninoy Aquino International Airport as reported in the above-stated news article.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer