



SAN MIGUEL CORPORATION

June 13, 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 write with respect to the following news articles:

1. SMC to sell stakes in several units” published in the June 12, 2013 issue of The Philippine STAR. The article reported in part that:

Diversified conglomerate San Miguel Corp. (SMC) is finalizing plans to unload shares in several companies as it focuses on new businesses such as infrastructure, power generation, and oil and natural gas.

The company is already in talks to sell its holdings in a distribution utility, bank and power producer, its top executive said.

For instance, SMC’s plan to sell 60 percent of Bank of Commerce for P12.2 billion to Malaysian banking giant CIMB will push through after a nine-month wait.

“We arrived at an agreement completely Monday night and closing is within 30 days,” said SMC president and chief operating officer Ramon S. Ang.

SMC is also in talks with several potential buyers for the conglomerate’s 32.8 percent stake in power distribution giant Manila Electric Co. (Meralco).

“If there is an opportunity, if there is a buyer, we will sell some,” Ang said.

Ang said there are many inquiries for SMC’s shares in Meralco, valued at \$3.5 billion.

Power generation subsidiary SMC Global Power Corp. is also set for a \$150-million initial public offering this year despite the decline in the stock market.

“Initially we can sell 10 to 15 percent, which should not be a problem in any market condition,” Ang said.

He said SMC Global, which has a power generation capacity of 2,500 megawatts, has an enterprise value of at least \$1.5 billion.

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We confirm that the statements of Mr. Ramon S. Ang relating to the contemplated sale by the Company and its subsidiaries of its shareholdings in Bank of Commerce to the CIMB Group of Malaysia and Manila Electric Company to parties who have expressed interest in Meralco, respectively, are accurate.

2. "SMC to reap dividends from expansion in 5-6 years" published in the June 13, 2013 issue of The Philippine STAR. The article reported in part that:

SMC also allotted \$300 million for the redevelopment of the Caticlan airport and adjacent lots. Caticlan is the gateway to the world-famous Boracay Island.

For power projects, SMC is pursuing two new power plants in Davao and Bataan to increase the capacity of country's inadequate power supply, Cojuangco said.

As we have previously advised the Exchange, the Company intends to revive the initial public offering of SMC Global Power Holdings Corp. under favorable market conditions. In addition, we further confirm the Company has allocated \$300 Million for the re-development of the Caticlan Airport and adjacent lots and the construction of additional power plants in the Provinces of Davao del Sur and Bataan.

3. "Danding Cojuangco's management style" posted in The Manila Times Online on June 12, 2013. The article reported in part that:

Ramon Ang has brought SMC to new levels of growth and achievements no one has ever dreamed possible, with a dominant presence in power generation, power distribution, oil refining and marketing, airlines, airports, infra, tollways, and many other things. Last year, San Miguel chalked up \$17 billion in sales. In five years, Ang projects, "San Miguel will make \$50 billion in revenues."

Finally, we advise that the \$17 Billion sales revenue of the Company for 2012, and the projected revenue of \$50 Billion after the next five (5) years, as stated by Mr. Ang, are accurate.

Very truly yours,


FERDINAND K. CONSTANTINO
 Corporate Information Officer