SAN MIGUEL CORPORATION

August 12, 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 with respect to the news article entitled, "SMC eyes Leyte contract" which appeared in the August 10, 2013 issue of the *Manila Standard Today*. The article reported in part that:

....

SMC Global Power Holdings Corp., the power unit of San Miguel Corp., said it will participate in the bidding for the Unified Leyte geothermal power contract scheduled in October.

"Yes, we will bid," San Miguel president Ramon S. Ang said, when asked for comment.

....

By way of response to the Exchange, we confirm that the Company, through SMC Global Power Holdings Corp., contemplates to participate in the bidding for the Unified Leyte geothermal power contract, as confirmed by Mr. Ramon S. Ang, President and Chief Operating Officer of the Company, in the aforequoted news article.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer