



SAN MIGUEL CORPORATION

November 28, 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 "P24B water project attracts interest" posted in the Inquirer.net on November 28, 2013. The article reported in part that:

The government's first water public-private partnership deal, the P24.4-billion Bulacan bulk water supply project, has drawn the interest of water concessionaire Maynilad Water Services Inc. and even new players such as conglomerate San Miguel Corp., the Inquirer learned.

The project, which will be implemented by the Metropolitan Waterworks and Sewerage System (MWSS), aims to supply potable water to 24 areas in Bulacan province. It is part of three projects valued at about \$1 billion that the agency was looking to implement, MWSS administrator Gerardo Esquivel said in a separate interview on Wednesday.

The other two are the P14.2-billion New Centennial water supply source project, which the agency recommended should no longer be offered under the PPP Program because water supply should be state-owned, and a \$140-million Angat water transmission project to rehabilitate aging infrastructure, Esquivel said.

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San Miguel president Ramon S. Ang said in a text message that they "will bid" for the Bulacan bulk water deal, which will be the diversifying conglomerate's initial foray into the business.

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Conformably with the previous disclosures made to the Exchange relating to the participation by the Company in the PPP Programs initiated by the Government, we confirm that the Company will join in the public bidding for the P24.4-billion Bulacan bulk water supply project that will be implemented by the Metropolitan Waterworks and Sewerage System, as confirmed by Mr. Ramon S. Ang, President and Chief Operating Officer of the Company, and reported in the aforementioned article.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer