SAN MIGUEL CORPORATION

May 6, 2014

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 "GMA, San Miguel confirm talks" posted in BusinessWorld Online on May 5, 2014. The article reported in part that:

> "SAN MIGUEL CORP. and GMA Network, Inc. are in talks for the conglomerate's taking a 'very substantial' stake in the broadcast firm, officials yesterday confirmed.
>
> 'We are talking, but beyond that I am not at liberty to disclose the details, because this is covered by a confidentiality agreement,' GMA Network Chairman and CEO Felipe L. Gozon said at briefing on the company's first quarter results.
>
> San Miguel President and Chief Operating Officer Ramon S. Ang replied 'yes, in talks' in a text message when asked about his interest in GMA.
>
> Mr. Gozon also declined to say how much of the network was for sale, only saying "very substantial" in reply to a question whether the negotiations involve a minority stake.
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> . . . .
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> Mr. Ang, meanwhile, said the negotiations were with 'all' of GMA's three largest shareholders: the Gozon, Duavit and Jimenez families.
>
> . . . ."

By way of response to the Exchange, we advise that the interest expressed by Mr. Ramon S. Ang, President and Chief Operating Officer of the Company, to acquire an equity stake in GMA Network, Inc., as reported in the aforementioned article, is a personal investment of Mr. Ang.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer