



SAN MIGUEL CORPORATION

July 27, 2015

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 request for submission and compliance by the Exchange, dated July 23, 2015, in connection with the investments to be made by San Miguel Corporation (the "Company"), through its wholly-owned subsidiary, Vega Telecom, Inc. ("Vega"), subject of the Company's disclosures dated July 14, 2015 and July 15, 2015, respectively.

By way of response to the Exchange, we advise that the contemplated investment of Vega in High Frequency Telecommunications, Inc. ("HFTI"), through the acquisition of 100% equity interest in MultiTech Holdings, Inc. ("MTI") (the "MTI Sale Shares"), was authorized and confirmed by the Board of Directors of the Company in its Regular Meeting held on July 14, 2015. The acquisition of the MTI Sale Shares by Vega shall be subject to the execution of definitive agreements which shall, in turn contain closing conditions as may be appropriate.

The Company shall make further disclosures upon the execution of the definitive agreements relating to the aforementioned transaction.

Very truly yours,

MARY ROSE S. TAN

Assistant Corporate Secretary