SAN MIGUEL CORPORATION

July 15, 2015

The Philippine Stock Exchange, Inc.
Disclosure Department
3rd Floor, Tower One and Exchange Plaza
Ayala Triangle, Ayala Avenue

Attention: **Ms. Janet A. Encarnacion**
Head - Disclosure Department

Gentlemen:

By way of clarification to our disclosure dated July 14, 2015, relating to the investment by Vega Telecoms, Inc., a wholly owned subsidiary of the Company in Express Telecommunications, Inc. (Extelcom) and High Frequency Telecommunications, Inc. (High Frequency), we advise that such investments were made through the acquisition of 100% equity interest in: (a) MultiTech Holdings, Inc., which holds the total outstanding capital stock of HF, and (b) Trans Digital Excel, Inc., which holds 78.45% equity interest in the total outstanding capital stock of Extelcom, respectively.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer