



SAN MIGUEL CORPORATION

November 10, 2016

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

Attention: **Mr. Jose Valeriano B. Zuño III**
OIC - Disclosure Department

Re: **Shelf-Registration and Offering**
of Fixed-Rate Peso-Denominated Bonds

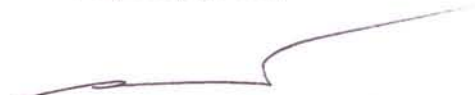
Gentlemen:

In connection with the Regular Meeting of the Board of Directors of San Miguel Corporation (the "Corporation") held today, November 10, 2016, we disclose that the Board of the Directors authorized the following:

- (a) shelf registration fixed rate peso-denominated bonds amounting to up to Php60 billion to be issued within a period of three (3) years (the "Bonds");
- (b) initial issuance of the Bonds amounting to up to Php20 billion, with or without an oversubscription option (the "Initial Tranche Bonds").
- (c) filing of the appropriate Registration Statement and Prospectus with the Securities and Exchange Commission; and
- (d) filing of listing application with the Philippine Dealing Exchange Corporation of the Initial Tranche Bonds.

For these purposes, the Board has authorized the engagement of the services of underwriters, advisors, legal counsels, stock and transfer agent, receiving agent/bank, and other agents as may be necessary, proper or desirable to effect the offering.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer