

January 14, 2025

Philippine Dealing & Exchange Corp.
29th Floor, BDO Equitable Tower
8751 Paseo de Roxas, Makati City 1226

Attention: **Atty. Suzy Claire R. Selleza**
Head – Issuer Compliance and Disclosure Department

Re: Inquiry Regarding Accuracy of News Article
"San Miguel tollway unit earns P7.3B in Jan-Sept"

Gentlemen:

We refer to a news article published in the Manila Times on 13 January 2025 entitled "San Miguel tollway unit earns P7.3B in Jan-Sept". The article reports as follows:

"THE tollway unit of San Miguel Corp. (SMC) saw net income grew by 13 percent in the first nine months of 2024 due to higher vehicle traffic.

SMC Tollways Corp. posted a net income of P7.26 billion from January to September last year, up from P6.43 billion in the same period in 2023, as revenue climbed 5 percent to P15.67 billion from P14.97 billion.

Volumes increased across all vehicular classes during the period, the firm added.

SMC Skyway Corp. was said to have achieved on average daily traffic (ADT) of 275,016, up 1 percent from 271,074 a year earlier, while SMC Skyway Stage 3 Corp. achieved an ADT of 160,206, higher by 5 percent from 152,111.

Consolidated cost of services increased by 17 percent mainly due to additional amortization for the Skyway extension project and recognition of depreciation expense on machinery and equipment acquired during the period.

Consolidated operating expenses, meanwhile, fell by 12 percent on lower taxes and licenses, a decrease in outside services due to lower manpower services, lower representation expenses due to fewer external meetings, decrease in cost of utilities due to lower consumption of power and water, lower insurance expense, and lower seminars and trainings and other expenses. xxx"

We confirm that the statements attributed to the Company in the above-quoted news article are accurate.

Very truly yours,


RAOUL EDUARDO C. ROMULO
Corporate Information Officer