SAN MIGUEL
CORPORATION

October 17, 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
Philippine Dealing & Exchange Corp.

Gentlemen:

Please see attached disclosure of the Corporation.

Very truly yours,

MARY ROSE S. TAN
Assistant Corporate Secretary

SAN MIGUEL
CORPORATION

October 17, 2025

The Philippine Stock Exchange, Inc.
Disclosure Department
6th Floor, Philippine Stock Exchange Tower
28th Street, corner 5th Avenue
Bonifacio Global City, Taguig City

Attention: **Atty. Johanne Daniel M. Negre**
Officer-in-Charge, Disclosure Department

Re: **Addendum to the Offer Supplement for the Offer of 266,666,600 Series 2 Preferred Shares with an Oversubscription Option of up to 133,333,400 Series 2 Preferred Shares (the "Public Offering")**

Gentlemen:

We disclose and submit to the Exchange the attached Addendum to the Offer Supplement for the above-captioned Public Offering to correct the errors appearing in pages 41-42 and 57 relating to the Dividend Period and the relevant illustration (Attached as Annex "A" to this Letter-Advice"). Such errors do not affect the entitlement of the shareholders to dividends as contemplated and described in the Terms and Conditions of the Public Offering.

Very truly yours,

Virgilio S. Jacinto
General Counsel and
Compliance Officer

Dividends on the Series 2-S, Series 2-T, and Series 2-U Preferred Shares will be cumulative. If for any reason the Issuer's Board of Directors does not declare dividends on the Series 2-S, Series 2-T, and Series 2-U Preferred Shares for a Dividend Period, the Issuer will not pay dividends on such Dividend Payment Date for such Dividend Period. However, on any future Dividend Payment Date on which dividends are declared, holders of the Series 2-S, Series 2-T, and Series 2-U Preferred Shares must receive the dividends due to them on such Dividend Payment Date as well as all dividends accrued and unpaid to the holders of the Series 2-S, Series 2-T, and Series 2-U Preferred Shares prior to such Dividend Payment Date. See *"Description of the Offer Shares"*.

Dividend Period

A "**Dividend Period**" shall refer to the period commencing on the Issue Date and having a duration of three (3) months, and thereafter, each of the successive periods of three (3) months commencing on the last day of the immediately preceding Dividend Period up to, but excluding the first day of the immediately succeeding Dividend Period; provided that, the first Dividend Period of the Offer Shares shall be the period commencing on the Issue Date and ending on the last day of the then current Dividend Period for the other outstanding Series 2 Preferred Shares, and provided further that, the last Dividend Period of the Offer Shares shall be the period commencing on the first day of the then current Dividend Period of the Offer Shares and ending on the Optional Redemption Date.

For reference, the current dividend periods for the outstanding Series "2" Preferred Shares are as follows:

- September 21 – December 20
- December 21 – March 20
- March 21 – June 20
- June 21 – September 20

To align with the dividend periods of the Company's outstanding Series "2" Preferred Shares, the dividend periods of the Offer Shares shall be adjusted to as follows:

First Dividend Period

If the Issue Date of the Offer Shares is on October 24, 2025, the first Dividend Period for the Offer Shares shall be from October 24, 2025 to December 20, 2025 or a cash dividend payment equivalent to fifty-seven (57) days ~~fifty-eight (58) days~~.

Last Dividend Period

For example:
(i) If the Issuer will redeem the Series 2-S Preferred Shares on the third (3rd) anniversary of the Issue Date or on October 24, 2028, the last Dividend Period for the Series 2-S Preferred Shares will be from September 21, 2028 to October 24, 2028 or a cash dividend payment equivalent to thirty-three (33) days ~~thirty-four (34) days~~.

(ii) If the Issuer will redeem the Series 2-S Preferred Shares on the last day of any Dividend Period after the third (3rd) anniversary of the Issue Date, for instance on March 20, 2029, the last Dividend Period for the Series 2-S Preferred Shares will be from December 21, 2028 to March 20, 2029 or a cash dividend payment equivalent to ninety (90) days.

(iii) If the Issuer will redeem the Series 2-S Preferred Shares on the fifth (5th) anniversary of the Issue Date or on October 24, 2030, the last Dividend Period for the Series 2-S Preferred Shares will be from September 21, 2030 to October 24, 2030 or a cash dividend payment equivalent to thirty-three (33) days ~~thirty-four (34) days~~.

Conditions on Declaration and Payment of Cash Dividends

The declaration of cash dividends will be subject to the discretion of the Board of Directors to the extent permitted by law.

The Board of Directors will not declare and pay cash dividends on any Dividend Payment Date where:

(a) payment of the cash dividend would cause SMC to breach any of its financial covenants; or

(b) the profits available to SMC to distribute as cash dividends are not sufficient to enable SMC to pay in full both the cash dividends on the Offer Shares and the dividends on all other classes of the shares of SMC that are scheduled to be paid on or before the same date as the cash dividends on the Offer Shares and that have an equal right to dividends as the Offer Shares.

If the profits available to distribute as dividends are, in the opinion of the Board of Directors, not sufficient to enable SMC to pay in full on the same date both cash dividends on the Offer Shares and the dividends on other shares that have an equal right to dividends as the Offer Shares, SMC is required (i) to pay in full, or to set aside an amount equal to, all dividends scheduled to be paid on or before that Dividend Payment Date on any shares with a right to dividends ranking in priority to that of the Offer Shares; and (ii) to pay cash dividends on the Offer Shares and any other shares ranking equally with the Offer Shares as to participation in profits pro rata to the amount of the cash dividends scheduled to be paid to them. The amount scheduled to be paid will include the amount of any dividend payable on that date and any arrears on past cumulative dividends on any shares ranking equal in the right to dividends with the Offer Shares.

Any such cash dividends deferred or not declared in accordance with the above provisions shall constitute "Arrears of Dividends" which shall accrue cash dividends at the prevailing Dividend Rate. The profits available for distribution are, in general and with some adjustments, equal to the accumulated realized profits of SMC less accumulated realized loss.

Cash dividends on the Offer Shares will be cumulative. If for any reason the Board of Directors of SMC does not declare a cash dividend on the Offer Shares for a Dividend Period, SMC will not pay a cash dividend on the Dividend Payment Date for that Dividend Period. However, on any future Dividend Payment Date on which cash dividends are declared, holders of the Offer Shares will receive the accrued and unpaid cash dividends due them on such Dividend Payment Date as well as all Arrears of Dividends to the holders of the Offer Shares prior to such Dividend Payment Date.

Holders of the Offer Shares shall not be entitled to participate in any other or further dividends, cash, property or stock beyond the dividends specifically payable on the Offer Shares. SMC will covenant that, in the event:

(a) any cash dividends due with respect to any Series "2" Preferred Shares then outstanding for any period are not declared and paid in full when due;

(b) where there remains outstanding Arrears of Dividends; or

(c) any other amounts payable under the terms and conditions of the Offer Shares described in the Offer Supplement are not paid in full when due for any reason, the end of a Dividend Period, there shall be no adjustment to the amounts of dividends to be paid.

For reference, the current dividend periods for the outstanding Series "2" Preferred Shares are as follows:

- September 21 – December 20
- December 21 – March 20
- March 21 – June 20
- June 21 – September 20

To align with the dividend periods of the Company's outstanding Series "2" Preferred Shares, the dividend periods of the Offer Shares shall be adjusted to as follows:

First Dividend Period

If the Issue Date of the Offer Shares is on October 24, 2025, the first Dividend Period for the Offer Shares shall be from October 24, 2025 to December 20, 2025 or a cash dividend payment equivalent to fifty-seven (57) days ~~fifty-eight (58) days~~.

Last Dividend Period

For example:
(i) If the Issuer will redeem the Series 2-S Preferred Shares on the third (3rd) anniversary of the Issue Date or on October 24, 2028, the last Dividend Period for the Series 2-S Preferred Shares will be from September 21, 2028 to October 24, 2028 or a cash dividend payment equivalent to thirty-four (34) days.

(ii) If the Issuer will redeem the Series 2-S Preferred Shares on the last day of any Dividend Period after the third (3rd) anniversary of the Issue Date, for instance on March 20, 2029, the last Dividend Period for the Series 2-S Preferred Shares will be from December 21, 2028 to March 20, 2029 or a cash dividend payment equivalent to ninety (90) days.

(iii) If the Issuer will redeem the Series 2-S Preferred Shares on the fifth (5th) anniversary of the Issue Date or on October 24, 2030, the last Dividend Period for the Series 2-S Preferred Shares will be from September 21, 2030 to October 24, 2030 or a cash dividend payment equivalent to thirty-three (33) days ~~thirty-four (34) days~~.

The dividends on the Series 2-S, Series 2-T, and Series 2-U Preferred Shares will be calculated on a 30/360-day basis.

If the Dividend Payment Date is not a Business Day, dividends will be paid on the next succeeding Business Day, without adjustment as to the amount of dividends to be paid.

As and if cash dividends are declared by the Board of Directors, cash dividends on the Series 2-S, Series 2-T, and Series 2-U Preferred Shares shall be at the fixed rate of 6.9650%, 7.2560%, and 7.5360% per annum, respectively, in all cases calculated for each share by reference to the Offer Price thereof in respect of each Dividend Period (each, the **"Initial Dividend Rate"** for the relevant subseries).

Dividend Rate means (a) from the Issue Date up to the relevant Step-Up Date, the applicable Initial Dividend Rate, and (b) from the relevant Step-Up Date, until the date the Series 2-S, Series 2-T, and Series 2-U Preferred Shares are redeemed, the higher of the applicable Initial Dividend Rate and the applicable Step-Up Rate. (Please see below relevant definitions.)

Dividends on the Series 2-S, Series 2-T, and Series 2-U Preferred Shares will be cumulative. If for any reason the Issuer's Board of Directors does not declare dividends on the Series 2-S, Series 2-T, and Series 2-U Preferred Shares for a Dividend Period, the Issuer will not pay dividends on such Dividend Payment Date for such Dividend Period. However, on any future Dividend Payment Date on which dividends are declared, holders of the Series 2-S, Series 2-T, and Series 2-U Preferred Shares must receive the dividends due to them on such Dividend Payment Date as well as all dividends accrued and unpaid to the holders of the Series 2-S, Series 2-T, and Series 2-U Preferred Shares prior to such Dividend Payment Date.

Dividend Rate Step-Up