



November 18, 2024

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. Stefanie Ann B. Go**
OIC, Disclosure Department

Gentlemen:

We reply with respect to various news articles relating to San Miguel Corporation (“SMC” or the “Company”). In the article entitled “NAIA Terminal 5 on hotel site eyed” posted in Tribune.net.ph on November 18, 2024, it was reported that:

“New NAIA Infra Corp. (NNIC), the private operator of the Ninoy Aquino International Airport (NAIA), seeks to proceed with the Philippine Village Hotel demolition to make way for a new passenger terminal.

NNIC general manager Angelito Alvarez told reporters last Friday that the company is working closely with government regulators and the Pasay City government to secure a demolition permit for the building.

‘We want to start the demolition of the Philippine Village Hotel by early next year, but there are a lot of problems there. We are working with the LGU of Pasay to issue the demolition permit. They have seen the situation, and from the looks of it, they will issue it in the next few days,’ Alvarez said.

The Philippine Village Hotel, once a notable landmark near the airport, has been closed for years and is now seen as a prime site for development.

While the Manila International Airport Authority owns the land, the Nayong Pilipino Foundation has recently asserted a claim over it. The building itself is owned by a private company whose assets were foreclosed by the Government Service Insurance System.

Once demolition is approved, NNIC chairman Ramon S. Ang said the construction of the new terminal, to be called Terminal 5, could take up to four years.

22-M passengers yearly seen

The proposed terminal is expected to accommodate 22 million additional domestic passengers annually, easing congestion at the country's busiest airport.


'We're building 36 additional passenger bridges, and this expansion will accommodate an additional 22 million passengers per year. But of course, this depends on the government removing the Philippine Village Hotel,' Ang said.

'We can call this Terminal 5, specifically for domestic flights. To complete this, it will take a minimum of three to four years,' he added.

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By way of response to the Exchange, we advise and confirm that the New NAIA Infra Corp. ("NNIC"), an affiliate of San Miguel Corporation, has applied for a permit with the Pasay City Government for the contemplated demolition of the Philippine Village Hotel. NNIC intends to use the site for the construction of the extension of the existing Terminal 2 for domestic flights which, in turn, is expected to accommodate, approximately, an additional twenty-two million passengers annually.

Very truly yours,



FERDINAND K. CONSTANTINO
Corporate Information Officer