San Miguel
Global Power
Giving You the Power to Celebrate Life

San Miguel Global Power Holdings Corp.

40 San Miguel Avenue, Mandaluyong City, Metro Manila

(02) 5317 1000

09 October 2025

MS. STEPHANIE MARIE A. ZULUETA
President
Philippine Dealing & Exchange Corp.
29/F, BDO Equitable Tower, 8751 Paseo de Roxas, Makati City

Attention: **ATTY. SUZY CLAIRE R. SELLEZA**
Head - Issuer Compliance and Disclosure Department
Philippine Dealing & Exchange Corp.

Subject: Material Information/Transaction/Corporate Actions
(Ilijan IPPA Agreement Dispute)

Gentlemen:

Further to the disclosure of San Miguel Global Power Holdings Corp. (the "Corporation"), dated 12 April 2024 and in its Annual Report (SEC Form 17A) relating to the above-captioned subject, the Corporation reports that on 13 June 2025, the Regional Trial Court, Branch 212 of Mandaluyong City rendered a decision on the complaint filed by South Premiere Power Corp. on 8 September 2015 and docketed as Civil Case No. MC 15-9629, entitled: "South Premiere Power Corp. v. Power Sector Assets and Liabilities Management Corporation". A copy of the decision was received by the Corporation from its external counsel, Poblador, Bautista and Reyes Law Offices, on 8 October 2025, the dispositive portion of which states:

> "**WHEREFORE**, judgment is hereby rendered in favor of South Premiere Power Corporation (SPPC) and against Power Sector Assets and Liabilities Management Corporation (PSALM), as follows:
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> I. PSALM's acts of terminating the "Agreement Between Power Sector Assets and Liabilities Management Corporation and San Miguel Corporation Relative to the Administration of the Ilijan Natural Gas Fired Combined Cycle Power Plant Project with an Installed Capacity of 1200MW", drawing on the Performance Bond, and issuing the Cessation Notice, are unauthorized and without factual and legal basis.
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> Thus, PSALM is **ORDERED** to:
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> 1. **RETURN** to SPPC, the amount of Sixty Million US Dollars (US$60,000,000.00), the amount Performance Bond drawn on or forfeited by Defendant, with interest on such amount at the rate of six percent 6% per annum from 8 September 2015, the date of judicial demand;

2. **COMPLY** with the "Agreement Between Power Sector Assets and Liabilities Management Corporation and San Miguel Corporation Relative to the Administration of the Ilijan Natural Gas Fired Combined Cycle Power Plant Project with an Installed Capacity of 1200MW" particularly by:

   a. **REVISING** its billings to Plaintiff for Generation Payments for Meralco nominations under the power supply contracts between NPC and Meralco to supply the Sunpower and Ecozone requirements by using the ERC-approved Sunpower and Ecozone rates in the said PSCs as bases for T1 Price;

   b. **REVISING** its billings to Plaintiff for Generation Payments for Meralco nominations under the power supply contracts between NPC and Meralco to supply the Sunpower and Ecozone requirements by removing VAT for the Sunpower and Ecozone portions;

   c. **REVISING** its billings to Plaintiff by reducing the Must Pay Amounts during hours when the Power Station did not generate and deliver energy when maintenance KEILCO, its agents, authorized representatives, or contractors;

   d. **REVISING** its billings to Plaintiff for Generation Payments for Meralco nominations up to Must Pay Volume under the power supply agreements between SPPC and Meralco by adopting T1 Price to such nominations using the rate in such power supply agreements;

3. PAY SPPC attorney's fees in the amount of **FIVE MILLION PESOS (Php5,000,000.00).**

II. PSALM's counterclaim for SPPC's alleged underpayment of generation charges or outstanding obligations to PSALM which as of 31 August 2024, already accrued in the amount of Php38,178,178,244.03 is **DISMISSED FOR LACK OF MERIT**.

SO ORDERED."

Very truly yours,

SAN MIGUEL GLOBAL POWER HOLDINGS CORP.

By:

ELENITA D. GO
Corporate Information Officer
Senior Vice President and General Manager