



SAN MIGUEL CORPORATION

July 30, 2007

Philippine Stock Exchange, Inc.

Disclosure Department
4th Floor, Philippine Stock Exchange Center
PSE Center, Exchange Road
Ortigas Center, Pasig City

Attention: **Atty. Pete M. Malabanan**
Head - Disclosure Department

Gentlemen:

Further to our disclosure, we confirm that the SEC has approved the incorporation of San Miguel Brewery, Inc. ("SMBI"). SMBI has an authorized capital stock of P100 million consisting of 1 million shares of which P24.95 million worth of shares has been subscribed by the Company.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer