



SAN MIGUEL BREWERY INC.
(A Subsidiary of San Miguel Corporation)

February 24, 2009

Philippine Stock Exchange

Disclosure Department
Listing and Disclosure Group
4th Floor, Philippine Stock Exchange Center
Exchange Road, Ortigas Center
Pasig City

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

Gentlemen:

We refer to your letter dated February 23, 2009 requesting for additional information on the acquisition by Kirin Holdings Company, Limited ("Kirin") of SMC's 43.249% stake in San Miguel Brewery Inc. ("SMB").

We reply as follows:

a) Ownership Structure – Since Kirin has publicly announced that it will launch a tender offer for the 5.75% shares held by public investors and in view of the possibility that other shareholders will tender their shares, the Company can only provide information relating to the shares of San Miguel Corporation ("SMC") and Kirin before and after the transaction and without taking into account the SMB shares to be tendered to Kirin by the public shareholders.

SMC is the registered and beneficial owner of 14,524,367,960 common shares in SMB. SMC's 43.249% stake of SMC in SMB is equivalent to 6,665,023,690 SMB shares. At a price of Php8.841 per share, the total purchase price for the said shares is Php58,925,474,443.29. After the acquisition by Kirin of SMC's 43.249% stake in SMB, SMC will own 7,859,344,270 common shares in SMB. The percentage of ownership of SMC and Kirin in SMB will depend on the number of SMB shares which the public will tender to Kirin.

b) Change in the composition of directors – The number of directors which SMC and Kirin can elect to the SMB Board of Directors will be proportionate to their shareholdings in SMB.

c) The target Closing is not later than end of May 2009.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer