



SAN MIGUEL CORPORATION

March 6, 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 reply to your request for clarification of the news articles:

1. "SMC, DMCI to meet on toll road project," published in the March 6, 2009 issue of the BusinessMirror, which reported, in part, that:

"INFRASTRUCTURE may soon be added in the growing list of San Miguel Corp.'s (SMC) investment interests. The food and beverage giant is meeting with the Consunji-led DMCI Holdings Inc. (DMCI) to explore potential participation in the Tarlac-La Union Expressway Project (TLUTE)..."

We confirm that the Company is in talks with DMCI to explore potential participation in the Tarlac-La Union Expressway Project.

2. "SMC to merge 2 telco firms," as posted in the March 6, 2009 issue of the Malaya (Internet Edition), which reported, in part, that:

"San Miguel Corp., plans to merge Liberty Telecom Inc., and Express Telecommunication Co., Inc. to strengthen its entry in the telecommunication industry, according to Ramon Ang, the Company's president and COO... Ang said the SMC group will acquire Extelcom in the next two months and take a majority stake in Liberty... Ang said the plan is for San Miguel to get 60 percent of Liberty, with Qatar Telecom getting the remaining 40 percent. In addition, Ang said they will invest as much as \$500 million in telecom if needed. "We are in the final stage of acquisition. We don't know yet, we are in the final stage of negotiations," he said..."

As previously disclosed, we confirm that SMC is considering an investment in telecommunications. We will make the appropriate disclosure as soon as a decision has been made.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer