



SAN MIGUEL CORPORATION

April 22, 2009

THE PHILIPPINE STOCK EXCHANGE, INC.

Philippine Stock Exchange Center,
Exchange Road, Ortigas Center
Pasig City

Attention: **Ms. Janet A. Encarnacion**
Head - Disclosure Department

Gentlemen:

We refer with respect to the following news articles published in the BusinessMirror on April 22, 2009:

1. "San Miguel Corp. plans share swap", which reported, in part, that:

"San Miguel Corp (SMC) plans to offer shareholders a preferred-for-common share to address their concerns about the new businesses of the largest Philippine food and drinks company, president Ramon Ang said... The preferred stock will pay at least three times more in dividends than SMC's common shares, Ang said in a mobile phone text message to Bloomberg News. The swap is intended to "address common shareholders' worry on San Miguel's new businesses," Ang said. The swap will be offered in May, he said..."

The Company confirms that it is studying a proposal to offer to its shareholders the opportunity to exchange their existing common shares for preferred shares to address their concerns about the new businesses of the Company.

2. "QTech says funds for SMC stake purchase in by May", which reported, in part, that:

"Q-Tech Alliance Holdings, Inc. is confident of raising funds to pay the 19.9-percent stake in diversified conglomerate San Miguel Corp. (SMC) that it required from Japan's Kirin Holdings Co., Ltd."

We cannot comment on the statement of QTech Alliance Holdings, Inc. regarding its acquisition of Kirin's interest in SMC since the Company is not a party to the transaction.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer