SAN MIGUEL CORPORATION

May 26, 2009

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

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

Gentlemen:

We reply to your letter dated May 25, 2009 requesting additional information on the following:

1. Investment in Liberty Telecommunications Holdings, Inc. (LIB)

San Miguel Corporation (SMC) is acquiring 32.7% of LIB from existing shareholders of LIB. The authorization granted by the SMC Board of Directors to invest up to 49% of the capital stock of LIB is still subject to Management's discussion with Q-Tel, SMC's joint venture partner, and will have to be reviewed by both SMC and Q-tel in relation to the provisions of the court-approved rehabilitation plan.

2. Purchase by Q-Tech Alliance Holdings, Inc. (Q-Tech) of SMC Shares

There are no changes in the composition of the Board of Directors of SMC. With the purchase by Q-Tech from Kirin Holdings Company Limited of all of the latter's shares in SMC, Q-Tech now owns 628,666,675 shares in SMC, representing approximately 19.9% of the outstanding capital stock of SMC.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer