



SAN MIGUEL CORPORATION

July 1, 2009

Philippine Stock Exchange

Disclosure Department

Listing and Disclosure Group

4th Floor, Philippine Stock Exchange Center

Exchange Road, Ortigas Center

Pasig City

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

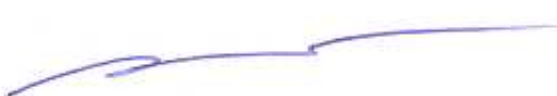
Gentlemen:

We reply to your request for clarification of the news article entitled "MetroPac-SMC rivalry shifts to SCTEX," published in the July 1, 2009 issue of The Philippine Star. The article reported in part, that:

"...BCDA sources told The STAR that the Metro Pacific Group – which have ownership ties with Philippine Long Distance Telephone Co. (PLDT) – and San Miguel Corp. have proposed separate offers for the SCTEX stake... the San Miguel group reportedly offered to enter into a joint venture with the BCDA for SCTEX..."

We confirm that SMC has expressed interest in acquiring a stake in the Subic-Clark Tarlac Expressway from the Bases Conversion Development Authority.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer