



SAN MIGUEL CORPORATION

October 5, 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:

Further to our disclosure last Friday, October 2, 2009 on the offer of the Company to its common shareholders to exchange their common shares to Series "1" preferred shares, please be informed that the Company has completed today the special block sale of 476,296,752 Common Class "A" shares and 396,876,601 Common Class "B" shares or a total of 873,173,353 common shares. Such common shares will be converted into Series "1" preferred shares.

The outstanding capital stock of the Company after the conversion of such common shares is as follows:

Common Class "A" shares	-	1,448,170,112
Common Class "B" shares	-	840,455,666
Series "1" Preferred Shares	-	873,173,353

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer