



SAN MIGUEL CORPORATION

October 2, 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 to the offer of San Miguel Corporation (the "Company") to its common shareholders to exchange their common shares to a new class of preferred shares to be denominated as Series "1" Preferred shares.

Please be informed that as of the date hereof, the Company had confirmed that a total of 476,296,752 Class A shares and 396,876,601 Class B shares have been offered to be converted to Series "1" Preferred shares. Accordingly, the Company has scheduled the execution of the special block sale of the subject common shares on the Philippine Stock Exchange on **October 9, 2009**. The review and processing of the necessary documentation for the completion of the share exchange and in preparation for the execution of the special block sale on the PSE has been delayed due to shortage in Company personnel, most of whom were unable to report for work due to the recent calamity. Hence, the Company is unable to effect the special block sale of the subject common shares and issuance of the corresponding Series "1" preferred shares on October 2, 2009 as originally contemplated and announced.

Very truly yours,

FRANCIS H. JARDELEZA
Senior Vice President –General Counsel
& Corporate Secretary