



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 our disclosure today on 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 the Company employed additional manpower and was able to complete the review and processing of the necessary documentation for the completion of the share exchange. The Company has filed an application with the PSE for the execution of the special block sale on Monday, October 5, 2009. Accordingly, the Company will effect the special block sale of 476,296,752 Class A shares and 396,876,601 Class B shares common shares and issuance of the corresponding Series "1" preferred shares on October 5, 2009 as soon as the PSE approves the application for block sale.

Very truly yours,

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