SAN MIGUEL CORPORATION

February 2, 2010

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:

Please be informed that at today's meeting of the Board of Directors of San Miguel Corporation ("SMC"), the Board approved the following corporate actions:

1. Sale of SMC's food-related brands and intellectual property rights to its subsidiary, San Miguel Pure Foods Company, Inc. (SMPFC) at a purchase price of Php 3.2 Billion Pesos.

2. Sale to San Miguel Pure Foods International Ltd. (BVI), a wholly owned subsidiary of SMPFC, of SMC's 51% interest in San Miguel Pure Foods Investment Ltd. (SMPFIL) at book value.

3. Sale of up to 40% of the Company's interest in SMPFC, by way of a trade sale or a marketed placement to investors, which may include investors outside the United States (Reg S) or and to not more than 19-non qualified buyers domestically to be determined by Management.

4. Potential subscription of up to Php 5.2 Billion worth of new SMPFC shares.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer