



SAN MIGUEL CORPORATION

March 18, 2010

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 refer to your letter dated March 18, 2010, with respect to the following news articles entitled:

1. "San Miguel to Sell \$1 Billion Assets to Fund Growth," posted on Bloomberg.com on March 17, 2010, which reported in part that:

"March 17 (Bloomberg) – San Miguel Corp., the Philippines' biggest food and drinks maker, plans to raise \$1 billion selling stakes in its food, packaging and liquor businesses to fund growth and acquisitions. The proceeds will be used to accelerate a \$2 billion expansion into infrastructure, energy, telecommunications and mining, President Ramon Ang, 56, said in an interview at the company's headquarters yesterday. "We are interested in anything that will add value. This company will fly..."

2. "SMC's brewery stake-sale plan to Kirin leaves market guessing," in the BusinessMirror Online Space on March 18, 2010, which reported in part that:

"...The company plans to sell its Ginebra San Miguel, Inc. gin maker to San Miguel Brewery, he added. Proceeds from the sale of these assets could raise up to \$1 billion..."

We confirm that the statements of Mr. Ramon S. Ang, President and Chief Operating Officer of the Company, appearing in the aforementioned articles are accurate. The contemplated additional investments in infrastructure, energy, telecommunications and mining are in consonance with the diversification of the investments of the Company as approved by its stockholders.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer