SAN MIGUEL CORPORATION

April 8, 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:

Further to our previous disclosure, we advise that the Company, through its wholly-owned subsidiary, San Miguel Holdings Corporation, executed a share sale purchase agreement with the consortium of Messrs. George T. Yang, Rafael P. Puno, Lino A. Barte, and RPRP Ventures Management and Development Corporation (the "Agreement"). Under the terms of the Agreement, SMHC shall acquire, initially, a majority interest in Caticlan International Airport Development Corporation ("CIADC"). CIADC holds the exclusive rights, obligations and privileges to finance, design, construct, operate and maintain the Caticlan Airport by virtue of the Concession Agreement, dated 22 June 2009, with the Republic of the Philippines, through the Department of Transportation and Communications and the Civil Aviation Authority. Closing of the Agreement is subject to certain conditions and an appropriate disclosure shall be made upon satisfaction of such conditions.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer