



SAN MIGUEL CORPORATION

July 1, 2010

Philippine Stock Exchange Plaza

Disclosure Department
3rd Floor, Philippine Stock Exchange Center
Ayala Triangle, Ayala Avenue
Makati City

Attention: **Ms. Janet A. Encarnacion**
Head - Disclosure Department

Gentlemen:

We refer to your letter dated July 1, 2010, with respect to the news article entitled "MVP to invest in new Clark airport terminal," which reported in part that:

"... Clark International Airport Corp. (CIAC) president and chief officer Victor Jose Luciano told a recent press conference here that Metro Pacific Investments Corp., which Pangilinan heads, had already linked up with San Miguel Corp., in a bid to construct a new modern Terminal 2 building at the MIA at an estimated cost of some \$150 million."

We confirm that the Company is in talks with Metro Pacific Investments Corp. with respect to the construction of a modern terminal building at the Diosdado Macapagal International Airport in the Clark Free Port, Angeles City, Pampanga.

Very truly yours,



FERDINAND K. CONSTANTINO
Corporate Information Officer