



SAN MIGUEL CORPORATION

July 13, 2010

Philippine Stock Exchange, Inc.
Disclosure Department
3rd Floor, Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

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

Gentlemen:

We refer to your letter dated July 13, 2010, with respect to the news article entitled "SMC sees double-digit profit growth," posted on INQUIRER.net on July 12, 2010, which reported in part that:

"FOOD AND BEVERAGE Conglomerate San Miguel Corp. expects to post a double-digit growth due to the robust performance of its core business units in the first half of the year... Ang said the conglomerate did well in the first semester. "The performance of our old businesses was very good---for beer, food, packaging, Ginebra (hard liquor unit)—all of them will post a double-digit growth in recurring profits," Ang said. His statement suggested a faster pace of growth in the second quarter compared to first quarter, when most of its traditional businesses grew by a single-digit level. The exception in the first quarter—when the overall domestic economy likewise expanded at an astonishing pace—was SMC's food unit, which posted a fivefold bottomline growth..."

We advise that the statements of Mr. Ramon S. Ang, President and Chief Executive Officer of the Company, relating to the expected double-digit growth of the core business units of the Company for the first half of the year, as reported in the aforementioned article, are concise and accurate.

Very truly yours,



FERDINAND K. CONSTANTINO
Corporate Information Officer