



SAN MIGUEL CORPORATION

August 25, 2010

Philippine Stock Exchange, Inc.
Philippine Stock Exchange Plaza
Ayala Triangle
Ayala Avenue, 1226 Makati City

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

Gentlemen:

Further to our disclosure on August 19, 2010 on the approval by the Securities and Exchange Commission of the Amended Articles of Incorporation of San Miguel Corporation (SMC or the "Company") on the declassification of SMC's common shares, the following shall be the effects on the capital structure of the Company as of August 24, 2010:

As of August 24, 2010	Before De-classification	After De-classification
Issued Shares		
	1,995,923,873 Class "A" shares	3,247,033,845 common shares
	1,251,109,972 Class "B" shares	
Outstanding Shares		
	1,464,964,361 Class "A" shares	2,308,385,121 common shares
	843,420,760 Class "B" shares	
Listed Shares		
	1,982,563,850 Class "A" shares	3,224,848,450 common shares
	1,242,284,600 Class "B" shares	
Treasury Shares		
	530,959,512 Class "A" shares	938,648,724 common shares
	407,689,212 Class "B" shares	

Please be advised that the above-stated information are correct as of date of disclosure but may change since there are shares that may be issued under the Company's Employee Stock Purchase Plan and there are shares that may be exercised under the SMC Long Term Incentive Plan.

In connection with our disclosure on April 19, 2010 on the procedure for the updating of stock certificates, we advise that upon consultation with our stock transfer agent and due to the number of common "A" and "B" shareholders of SMC, we shall be notifying the shareholders of the declassification of the Company's shares but will no longer require the surrender and cancellation of their certificates for replacement.

Effective August 26, 2010, all SMC Common "A" and Common "B" shares certificates shall be considered as SMC common shares without distinction. Both shall be available for foreign investors, subject to the foreign ownership limit.

Very truly yours,



FERDINAND K. CONSTANTINO
Chief Information Officer 