



SAN MIGUEL CORPORATION

October 8, 2010

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

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

Gentlemen:

Please be informed that at today's Regular Meeting of the Board of Directors of San Miguel Corporation (the "Corporation"), the Board approved the following:

1. Declaration of Cash Dividends

The Board declared cash dividends for Series "1" preferred shares at P1.50 per share and for common stockholders at P0.35 per share.

The cash dividends for the Series "1" preferred shares are payable on November 15, 2010 to all Series "1" preferred shareholders of record as of October 22, 2010. The stock and transfer books of the Corporation for the Series "1" preferred shares will be closed from October 26, 2010 to October 28, 2010.

The cash dividends for common shares are payable on November 22, 2010 to all common stockholders of record as of November 2, 2010. The stock and transfer books of the Corporation for the common shares will be closed from November 3, 2010 to November 9, 2010.

2. Confirmation of Promotion/Appointment of Corporate Secretary and Compliance Officer

At the same meeting, the Board: (i) confirmed the promotion of Atty. Virgilio S. Jacinto to Senior Vice President and General Counsel, and (ii) appointed Atty. Jacinto as the Corporation's Corporate Secretary and Compliance Officer, vice Atty. Francis H. Jardeleza.

3. Investment in Indophil Resources NL

The Board authorized the Corporation to enter into a share placement agreement with Indophil Resources NL ("Indophil") to subscribe to approximately 48 million new shares which shall be equivalent to 10.1% of Indophil's issued shares, on a fully diluted basis, for a consideration of US\$40 million.

In consideration for the placement, the Corporation will conduct a legal and financial due diligence on an exclusive basis. Pursuant to the aforementioned authority, the placement agreement with Indophil was executed today, October 8, 2010.

Indophil is an Australian company listed in the Australian stock exchange, engaged in the exploration and development of mineral resources in Southeast Asia and the Philippines. It holds a 37.5% beneficial ownership of Sagittarius Mines, Inc.

Very truly yours,



FERDINAND K. CONSTANTINO
Corporate Information Officer