



SAN MIGUEL CORPORATION

October 15, 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

Re: **Share Placement Agreement dated October 8, 2010**
(the "Placement") with Indophil Resources NL ("Indophil")

Gentlemen:

Further to our disclosure, dated October 8, 2010, relating to the above-captioned subject, we advise as follows:

- (i) pursuant to the terms and conditions of the Placement, 48,016,960 ordinary shares of Indophil were issued this morning in the name of Coastal View Exploration Corporation, a subsidiary of the Company (the "Placement Shares");
- (ii) the total consideration for the Placement Shares was AUS\$ 41,294,585 (approximately US\$ 40 million) or AUS\$ 0.86 per Placement Share; and
- (iii) the Placement Shares are listed and traded in the Australian Stock Exchange, Inc., and comprise approximately 10.1% of the currently issued ordinary shares of Indophil, on a fully diluted basis.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer