SAN MIGUEL CORPORATION

November 4, 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:

We refer to your letter dated November 4, 2010, with respect to the news article entitled "SMC mulls biggest sale of stocks to public," published in the November 4, 2010 issue of The Philippine Star, which reported in part that:

> "Diversifying conglomerate San Miguel Corp. may sell up to 30 percent of its outstanding common shares to widen its public float, according to a top company official. San Miguel president Ramon S. Ang said the company currently has over two billion outstanding shares, and the sale of 30 percent of that could potentially be the biggest share sale of 30 percent of that could potentially be the biggest share sale in corporate history. With San Miguel's market capitalization of P193 billion, a 30-percent stake would be worth around P57.9 billion…"

We confirm that the statements of Mr. Ramon S. Ang, President and Chief Operating Officer of the Company, relating to the contemplated sale to the public of up to thirty percent (30%) of the outstanding common shares of the Company to widen the public float, and by way of compliance with the listing requirements of the Securities and Exchange Commission and Philippine Stock Exchange, as reported in the aforequoted article, are accurate.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer