



SAN MIGUEL CORPORATION

April 18, 2011

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 April 18, 2011 with respect to the news article under Biz Buzz column posted in the Inquirer.net on April 18, 2011. The article reported in part that:

“.....The equity portion of SMC's transaction is expected to be priced anywhere from P140 to P160 per share versus the last traded price of P153 per share. The lower end of the range, as indicated by bookrunners, is in line with the maximum discount rumored in the market even before the trading suspension.”

We advise that the firm offer price of the common shares of the Company will be determined on April 20, 2011. An appropriate disclosure will be made to the Exchange upon such determination.

Very truly yours,

Virgilio S. Jacinto
Corporate Secretary and
General Counsel