



SAN MIGUEL CORPORATION

July 11, 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 July 11, 2011, with respect to the news article entitled: "SMC power unit readies \$500M IPO," posted in the Inquirer.net on July 10, 2011. The article reported in part that:

"The energy unit of San Miguel Corp. will brave the equities market this year to raise funds for more aggressive forays into the country's power industry, in anticipation of higher demand as the government's infrastructure development program takes hold.

In a mobile phones message to the Inquirer, SMC president Ramon S. Ang said San Miguel Global Power Holdings Corp. was planning to raise "about \$500 million" from foreign and local investors through an initial public offering this year.

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We confirm that the statements of Mr. Ramon S. Ang, President and Chief Operating Officer of the Company, relating to the plan of SMC Global Power Holdings Corp. ("SMC Global") to raise \$500 Million from the initial public offering of its shares, as reported in the aforementioned article, are accurate.

Very truly yours,



FERDINAND K. CONSTANTINO
Corporate Information Officer