



SAN MIGUEL CORPORATION

November 24, 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 November 24, 2011 with respect to the news article entitled "SMC may sell power stake," published in the November 24, 2011 issue of the Manila Standard Today. The article reported in part that:

"SAN Miguel Corp., the largest company, may sell a stake in its power-generation unit to help raise funds for expansion, president Ramon Ang said Wednesday.

San Miguel is "in talks with several" parties that may buy shares in SMC Global Power Holdings Corp., Ang said in a mobile-phone text message, declining to be more specific.

....."

We confirm that the statements of Mr. Ramon S. Ang, President and Chief Operating Officer of the Company, relating to the on-going talks with third parties who have expressed an interest to acquire an equity stake in SMC Global Power Holdings Corp., as reported in the aforementioned article, are accurate.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer