



SAN MIGUEL CORPORATION

December 6, 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

Re: **Issuance of Common Shares**
pursuant to the US\$600 Million
Exchangeable Bonds of
San Miguel Corporation

Gentlemen:

Further to our previous disclosures relating to the above-captioned subject, we advise that the Company lodged with Asiasec Equities, Inc. yesterday afternoon, December 5, 2011, a total of 765,451 common shares to be delivered to the bondholders of the Company's Exchangeable Bonds (the "Bonds") who exercised their exchange rights under Section 6.2.1 of the Terms and Conditions of the Bonds at an exchange price of P113.24 per share.

The aforementioned lodgement is in accordance with the terms and conditions of the equity-linked offering of the Company that was implemented on May 4, 2011. The issue price of the common shares of the Company subject of the offering was P110.00.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer