



SAN MIGUEL CORPORATION

January 2, 2012

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 January 2, 2012 with respect to the news article entitled: "SMC seen to hike stake in Citra unit to 51%," posted in the philSTAR.com on January 2, 2012. The article reported in part that:

"MANILA, Philippines – San Miguel Corp. is likely to exercise its option to raise its stake in an Indonesian-backed company that controls Citra Metro Manila Tollways Corp., the concession holder and operator of the 15-kilometer elevated Skyway tollroad project.

San Miguel recently forged a deal to acquire a 46-percent stake in Atlantic Aurum Inc., a unit of the Citra Group of Indonesia which owns a controlling interest in the Skyway project that runs from Makati to Alabang.

The food to infrastructure conglomerate has an option to increase its stake in Atlantic Aurum to 51 percent at a later date."

We confirm that the statements of Mr. Ramon S. Ang, President and Chief Operating Officer, relating to the possible exercise by the Company, thru San Miguel Holdings Corp., of its option to increase its stake in Atlantic Aurum Inc. to 51% by the end of this year, as reported in the aforementioned article, are accurate.

Very truly yours,



FERDINAND K. CONSTANTINO
Corporate Information Officer