SAN MIGUEL CORPORATION

March 1, 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

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 as follows:

Issuance of Common Shares

The Company issued today, March 1, 2012, 76,775 common shares of the Company in the name of the PCD Nominee Corporation, to be lodged with Asiasec Equities, Inc. ("Asiasec"), pursuant to the exercise by Morgan Stanley & Co. Intl of its exchange right under Section 6.2.1 of the Terms and Conditions of the Company's Exchangeable Bond, at an exchange price of ₱112.90 per share and a fixed exchange rate of ₱43.34 to US dollar.

Special Block Sale of Common Shares

We further advise that an additional 76,545 common shares of stock of the Company were transacted and crossed at the Exchange today, March 1, 2012, via a special block sale. The foregoing shares were issued pursuant to the above-captioned subject and were lodged with Asiasec, as previously disclosed to the Exchange.

Summary of Transactions and Capital Structure

In view of the foregoing, set forth below is an updated summary of the issuances pertaining to lodgements and crossing of common shares of the Company:

Date of Transaction	Lodgement	Crossing
December 8, 2011	765,451	
December 8. 2011		612,361
February 1, 2012	76,545	
February 10, 2012		76,545
February 16, 2012		76,545
March 1, 2012	76,775	76,545
TOTAL	***918,771***	***841,996***

As of March 1, 2012, the number of issued, outstanding, listed, and treasury common shares of the Company are as follows:

Issued Shares:	3,279,334,575
Outstanding Shares:	***2,369,184,622***
Listed Shares:	3,245,734,226
Treasury Shares:	***910,149,953***

Very truly yours,

Virgilio S. Jacinto
Corporate Secretary