



SAN MIGUEL CORPORATION

April 4, 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 advise that the Securities and Exchange Commission-Corporate Finance Department assessed a fine on the Company in connection with the filing of the Statement of Initial Beneficial Ownership and Statement of Changes in the Beneficial Ownership (SEC Form 23-A and B, respectively) under the Securities Regulation Code. The Company has initiated the appropriate actions to contest such assessment and an appropriate disclosure shall be made to the Exchange upon the resolution of this particular matter.

Very truly yours,

Virgilio S. Jacinto
Corporate Secretary and General Counsel