SAN MIGUEL CORPORATION

June 28, 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, which we received on June 28, 2012, with respect to the news article entitled "San Miguel in talks to buy ATI," published in the June 28, 2012 issue of the Manila Standard Today. The article reported in part that:

> "CONGLOMERATE San Miguel Corp. will likely win what is turning out as the battle for strategic Philippine Terminals. After being spurned by listed Asian Terminals, Inc. in its bid to purchase Mariveles Grain Terminals in Bataan province two years ago, San Miguel is now wooing the mother company itself.
>
> The grapevine said San Miguel president and chief operating officer Ramon S. Ang was in advanced negotiations to acquire Asian Terminals from controlling shareholder and president Eusebio Tanco, who had preferred to be just a minority partner."

By way of response to the Exchange, we advise that the Company has no discussions for an investment in Asian Terminals, Inc.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer