



SAN MIGUEL CORPORATION

September 25, 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 reply to your request for clarification of the news article entitled "LT Group eyes alternate airport deal with SMC" posted in The Daily Tribune (*Internet Edition*) on September 25, 2012. The article reported in part that:

"A company owned by tycoon Lucio Tan is entertaining joint venture with conglomerate San Miguel Corp. (SMC) to build an airport which would likely take the place of the Ninoy Aquino International Airport (NAIA) as the country's main gateway."

We advise that the Company and the Lucio Tan Group are jointly evaluating the possibility of constructing an airport which will serve as the country's main gateway, as reported in the aforementioned article. The contemplated airport shall address the requirements of Philippine Airlines, Inc. and Air Philippines Corporation, respectively. An appropriate disclosure shall be made to the Exchange upon finalization of the said project.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer