



SAN MIGUEL CORPORATION

August 13, 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, at the Regular Meeting of the Board of Directors of San Miguel Corporation (the "Corporation") held today, August 13, 2012, the following matters were approved by the Board of Directors:

1. The Board resolved to redeem the Series "1" Preferred Shares at a redemption price of ₱75.00 per share plus any unpaid cash dividends. The Company shall issue a Notice of Redemption by publication and by mail on September 5, 2012.

2. The Board declared a dividend of P1.50 per share on the Series "1" Preferred Shares to be paid on (a) September 10, 2012, and (b) October 5, 2012, respectively.

For the September 10, 2012 payment date, the record date is on August 31, 2012 and the books of the Corporation shall be closed from September 3 to 7, 2012

For the October 5, 2012 payment date, the record date is on September 11, 2012 and the books of the Corporation shall be closed from September 12 to 18, 2012.

3. The Board of Directors confirmed (a) the terms and conditions of the offering of the Series "2" Preferred Shares as presented (the "Offer") and to confirm the authority to file the Final Prospectus and the Registration Statement; and (b) authorized the filing of the application for the amendment of the articles of incorporation of the Company to increase the authorized capital stock, and the creation and issuance of the Series "2" Preferred Shares, and authorize the filing of a listing application with the PSE for the listing of the Series "2" Preferred Shares.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer