



SAN MIGUEL CORPORATION

May 12, 2014

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: **USD600 million Exchangeable Bonds**

Gentlemen:

We advise that, at the Regular Meeting of the Board of Directors of San Miguel Corporation (the "Corporation") held today, May 12, 2014, the Board of Directors confirmed and ratified the redemption of the remaining balance amounting to USD212.8 million of the Corporation's USD600 million exchangeable bonds issued by the Company on April 20, 2011.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer