



SAN MIGUEL CORPORATION

August 20, 2015

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: **Redemption of Series "2"**
Preferred Shares – Subseries A

Gentlemen:

We advise that, at the Special Meeting of the Board of Directors of San Miguel Corporation (the "Corporation") held today, August 20, 2015, the Board of Directors of the Corporation resolved to redeem the Series "2" Preferred Shares – Subseries A (the "SMC2A 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 August 24, 2015.

The SMC2A Preferred Shares, upon redemption, are not considered retired and may be re-issued by the Corporation. The trading of the SMC2A will be suspended upon redemption and may only be tradeable upon application by the Corporation for lifting of trading suspension in the event the Corporation decides to re-issue them in the future, subject to compliance with the listing rules of the Exchange.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer