



SAN MIGUEL CORPORATION

June 1, 2016

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 with respect to the news article entitled "San Miguel P15B sales in 2016" published in the June 1, 2016 issue of The Manila Times. The article reported in part that:

"SAN Miguel Brewery Inc. on Tuesday said that it is confident stronger consumer spending could boost its net income to as much as P15 billion by the end of the year notwithstanding the looming liquor ban.

On the sidelines of the company's annual stockholders' meeting, SMBI Chairman Ramon Ang, said volume growth would reverse a drop last year because of the imposition of higher sin taxes.

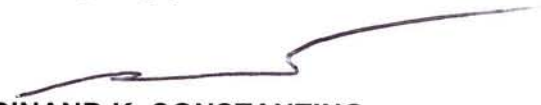
'I think SMB is doing very well because, for the first quarter alone, net income is P4 billion. And that's not the peak season yet, usually the peak is during Christmas and summer,' Ang said.

If sales remain normal, Ang said net income should reach P12 billion to P15 billion this year, from the reported P13.5 billion realized in 2015.

...."

By way of response to the Exchange's request for clarification on the above-quoted news report in the Manila Times, we confirm that the statements made by Mr. Ramon S. Ang, President and Chief Operating Officer of the Company, relating to the estimated net income of San Miguel Brewery Inc. in 2016, are accurate.

Very truly yours,


FERDINAND K. CONSTANTINO
Corporate Information Officer