SAN MIGUEL CORPORATION

August 10, 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

Re: **Declaration of Cash Dividends on the Series "1" Preferred Shares and Series "2" Preferred Shares**

Gentlemen:

We advise that, at the Regular Meeting of the Board of Directors of San Miguel Corporation (the "Corporation") held today, August 10, 2016, the Board of Directors of the Corporation declared cash dividends on the preferred shares of the Corporation, as follows:

Class of Shares	Dividend Amount per share
Series "1" Preferred Shares	₱1.0565625
Series "2" Preferred Shares - Subseries "B"	₱1.4296875
Series "2" Preferred Shares - Subseries "C"	₱1.50
Series "2" Preferred Shares - Subseries "D"	₱1.11433125
Series "2" Preferred Shares - Subseries "E"	₱1.18603125
Series "2" Preferred Shares - Subseries "F"	₱1.27635
Series "2" Preferred Shares - Subseries "G"	₱1.23361875
Series "2" Preferred Shares - Subseries "H"	₱1.1854125
Series "2" Preferred Shares - Subseries "I"	₱1.18790625

The dividend payment date is on October 6, 2016, to be paid out of the unrestricted retained earnings of the Corporation distributable as dividends as of June 30, 2016. Payment shall be made to the stockholders of record of the aforementioned preferred shares as of September 21, 2016. The books of the Corporation will be closed from September 22 to 28, 2016.

Very truly yours,

FERDINAND K. CONSTANTINO
Corporate Information Officer