



## **SAN MIGUEL BREWERY INC.**

March 15, 2010

**Philippine Stock Exchange**  
Disclosure Department  
Listing and Disclosure Group  
4thFloor, Philippine Stock Exchange Center  
Exchange Road, Ortigas Center  
Pasig City

Attention: **Ms. Janet A. Encarnacion**  
**Head - Disclosure Department**

Gentlemen:

We refer to your letter dated March 15, 2010, with respect to the news article entitled "Danding willing to sell SMB to Kirin," posted in the BusinessMirror Online Space on March 15, 2010. The Article reported in part that:

"THE head of diversifying food-and-drinks conglomerate San Miguel Corp. (SMC) is now open to giving up control of the group's flagship beer-manufacturing subsidiary San Miguel Brewery Inc. to Japanese partner Kirin Holdings Co. "at a price." "At the right price, anybody can buy anything. Now it's a question of what is the right price [for San Miguel Brewery]," SMC chairman and chief executive officer Eduardo Cojuangco, Jr. told the Business Mirror..."

Please see attached reply of San Miguel Corporation on the captioned-matter.

Very truly yours,

  
**FERDINAND K. CONSTANTINO**  
Corporate Information Officer



# SAN MIGUEL CORPORATION

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Pasig City

Attention: **Ms. Janet A. Encarnacion**  
**Head - Disclosure Department**

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We refer to your letters dated March 15, 2010, with respect to the news articles entitled:

1. "Danding willing to sell SMB to Kirin," posted in the BusinessMirror Online Space on March 15, 2010. The Article reported in part that:

"THE head of diversifying food-and-drinks conglomerate San Miguel Corp. (SMC) is now open to giving up control of the group's flagship beer-manufacturing subsidiary San Miguel Brewery Inc. to Japanese partner Kirin Holdings Co. "at a price." "At the right price, anybody can buy anything. Now it's a question of what is the right price [for San Miguel Brewery]," SMC chairman and chief executive officer Eduardo Cojuangco, Jr. told the Business Mirror..."

2. "SMC open to selling 27% stake in Meralco 'at the right price' posted on INQUIRER.net on March 12, 2010. The article reported in part that:

"DIVERSIFYING CONGLOMERATE San Miguel Corp., is willing to sell its 27 percent stake in power retailer Manila Electric Co., "at the right price," according to company chair Eduardo Cojuangco, Jr... Cojuangco said San Miguel may buy another mine later this year..."

We confirm that the statements attributed to Mr. Eduardo M. Cojuangco, Jr., Chairman and Chief Executive Officer of the Company, in the aforementioned articles relating to: (i) a possible sale by the Company of its investments in Manila Electric Company ("Meralco") and San Miguel Brewery, Inc. ("SMB") and (ii) the acquisition of another coal mine in line with its investments in mining, infrastructure and power generation, are accurate. We further advise that the Company has not received any offer or proposal for its shares in Meralco and SMB.

Very truly yours,

  
**FERDINAND K. CONSTANTINO**  
Corporate Information Officer