



## SAN MIGUEL CORPORATION

November 3, 2009

### **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 reply with respect to the news article entitled "San Miguel seen bidding for power plant contracts published in the November 3, 2009 of the Philippine Daily Inquirer. The article reported in part that:

"FOOD AND BEVERAGE GIANT SAN Miguel Corp. has expressed interest in bidding for the management of National Power Corp.'s independent power producer administrator contracts for three hydroelectric power plants, according to a source familiar with the matter. The source did not identify which of the three IPPA contracts San Miguel was interested in. But under the current procedures of the state-owned Power Sector Assets and Liabilities Management Corp. (PSALM), a company is required to bid for all three contracts to qualify even if it was interested in only one or two... PSALM is bidding out IPPA contracts for the 30-megawatt Benguet mini-hydro, 345-MW San Roque multipurpose hydroelectric power plant in Pangasinan and the 70-MW Bakun hydroelectric power plant in Ilocos Sur..."

We confirm that the Company, through its subsidiary, Strategic Power Development Corp., has submitted its interest to participate in the bidding for the management of three (3) independent power producer administrator contracts pertaining to the following hydroelectric power plants, namely: (i) the 345-MW San Roque multipurpose hydroelectric power plant in Pangasinan, (ii) the 70-MW Bakun hydroelectric power plant in Ilocos Sur and (iii) the 30-megawatt Benguet mini-hydro plant.

Very truly yours,

  
**FERDINAND K. CONSTANTINO**  
Corporate Information Officer