



**UNIVERSAL ROBINA
CORPORATION**

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9 August 2007

Securities and Exchange Commission

Attention: Corporation and Finance Department
SEC Building, EDSA
Mandaluyong City

Philippine Stock Exchange

Attention: Atty. Pete M. Malabanan
Head, Disclosure Department
4F PSE Center, Exchange Road
Ortigas Center, Pasig City

Subject: **URC POSTS NET INCOME OF PHP 4.694 BILLION IN THE FIRST NINE
MONTHS OF FISCAL YEAR 2007**

Gentlemen:

Universal Robina Corporation's unaudited consolidated net income for the first nine months of fiscal year 2007 (October 2006 to June 2007) reached Php 4.694 billion, 200.1% higher than the Php 1.564 billion reported in the same period last year. Non-recurring items like the P2.859 billion gain from sale of investment of URC in Robinsons Land Corporation (RLC) shares and P435.0 million impairment loss provision for URC-BOPP machines and equipment are included in the result. On a recurring basis, URC's net income amounted to P2.118 billion, or 12.9% higher than the amount reported in the same period last year.

URC's consolidated net sales and services for the nine months ended June 30, 2007 amounted to Php 27.481 billion, a 5.5% growth from Php 26.043 billion in the same period last year.

The largest contributor to the group's sales revenue, URC's Branded Consumer Food Group's domestic operations reported a 14% sales increase to Php 14.765 billion, due to the 25% increase in sales volume. Beverage, accounting for 25.7% of BCFG's domestic sales, is still growing exponentially with 53.8% growth in sales value on the back of 71.5% increase in volume. Sales of snack foods increased by 4.9% to P8.706 billion boosted by domestic consumption recovery and election spending.

BCFG international sales were down by 5% to Php 5.48 billion primarily due to lower revenues from China and Indonesia, and the strengthening of the Philippine peso. In US dollar terms, however, sales increased slightly from \$109.7 million in the first nine months of fiscal 2006 to \$113.3 million in the same period this fiscal year. Thailand posted revenue growths of 25% in dollar terms and Vietnam sales were buoyed by healthy snack and beverage sales. China sales were down however as a result of the scaling back of business activities in order to rationalize operating costs.

Malaysia and Indonesia were affected by continuing changes to their distributor structures, and also by the shortage of potato flakes experienced in the first quarter, which affected the performance of their potato chip brands.

URC's agro-industrial group amounted to Php 3.9 billion in the first nine months of fiscal 2007, or 10% higher than last year. The feeds and the farms businesses enjoyed increases in revenue from the same period last year due to higher sales volumes. The feeds business continued to expand due to increasing strength of its "Uno" Feeds brand.

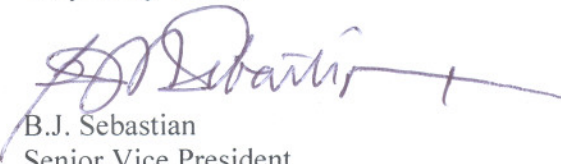
Net sales in URC's commodity foods group (CFG) decreased by Php 179 million or 6.5% to Php 2.58 billion in the first nine months of fiscal 2007, versus Php 2.76 billion for the same reporting period last year. This was due to a 33% increase in internal transfers of flour and sugar to BCFG. On a gross sales basis, the commodity foods group booked revenues of Php 4.42 billion for the first nine months of fiscal 2007 against Php 4.14 billion in the same period last year.

URC's operating profit improved to Php 2.42 billion, an increase of 10% vs. the same period last year. This was due to resilient revenue growth, which offset the increase in the cost of certain raw and packaging materials, and higher freight expenses arising from the increase in the cost of fuel and increasing product volumes.

Attached is the company's Form 17Q which contains the unaudited financial statements and management's discussion and analysis of the same.

The above disclosure is being submitted in compliance with the disclosure rules of the Securities and Exchange Commission and the Philippine Stock Exchange.

Very Truly Yours,


B.J. Sebastian
Senior Vice President
Corporate Information Officer