

NESTLÉ S.A.

HERMANN WIRZ
SENIOR VICE PRESIDENT

**INTERNATIONAL ACCOUNTING
STANDARDS BOARD**
30 Cannon Street,
GB-LONDON EC4M 6XH

26 August 2009

**EXPOSURE DRAFT – Classification of Rights Issues
Proposed amendment to IAS 32**


Ladies and Gentlemen,

We welcome the proposed amendment which specifies that a rights issue offered pro rata to all of an entity's existing shareholders on the exercise of which the entity will receive a fixed amount of cash for a fixed number of the entity's own equity instruments is classified as an equity instrument regardless of the currency in which the exercise price is denominated. We are in agreement with the proposal and have no further comments to add.

Thank you very much for your attention to the above.

Yours very truly,

NESTLÉ S.A.


H. Wirz
Senior Vice President
Head of Group Accounting and Reporting