



Consolidated Resources & Holdings, Inc.

No. 28 N. Domingo St., near corner Gilmore St., New Manila, Quezon City

Tel. Nos. 724-3759 / 725-7875 / 724-5055; Fax No. 724-3290

13 September 2010

THE DISCLOSURE DEPARTMENT

The Philippine Stock Exchange, Inc.

3rd Floor Philippine Stock Exchange Plaza

Ayala Triangle, Ayala Avenue, Makati City

ATTENTION: JANET A. ENCARNACION
Head, Disclosure Department

Dear Ms. Encarnacion:

We write with reference to the news article entitled "PNOC junks Abacus' joint venture offer" posted in philstar.com. on September 10, 2010, which reported in part as follows:

MANILA, Philippines – After a thorough review, state-run Philippine National Oil Co., (PNOC) has junked the proposal of Abacus Consolidated Resources & Holdings Inc. and its two foreign partners for a joint venture to develop the 100-kilometer Batangas-Manila (Batman 1) natural gas pipeline project...

Please note that there have been discussions with PNOC on our company's unsolicited proposal for joint venture. By May 2010, however, our company was of the view that it was not the opportune time to complete the discussions as well the submissions that were being requested, in view of the national elections and the imminent changes in incumbent government officials. For its part, the PNOC representatives, it seems, felt it was necessary, despite our requests for deferment, to make final recommendations and decisions on the matter, which explains the information on the PNOC's rejection of our unsolicited offer as contained in the cited news article, which we have just officially confirmed but which is beyond the control of our company.

At the moment, our company is considering its options --whether to request reconsideration on the rejection of the unsolicited proposal or to just participate in the bidding in case the latter comes earlier. --regarding the decision of the PNOC. We shall keep the Exchange and the investing public posted on further developments on the matter.

Very truly yours,


JOAQUIN E. SAN DIEGO
Corporate Secretary