



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

28 January 2010

THE DISCLOSURE DEPARTMENT

The Philippine Stock Exchange, Inc.

4th Floor Philippine Stock Exchange Center

Exchange Road, Ortigas Center, Pasig City

ATTENTION: JANET A. ENCARNACION
Head, Disclosure Department

Dear Ms. Encarnacion:

We respond to the PSE's letter requesting clarification and/or confirmation of a Business Mirror (Internet Edition) news article, which states in part:

...Higher gold prices have prompted listed holding firm Abacus Consolidated Resources & Holdings, Inc. to ramp up gold exploration activities in its Northern Mindanao site, eyeing to start full production by 2013. Abacus corporate secretary Joaquin San Diego told the Business Mirror that the company has restarted talks with various investors for the possibility of further investing an estimated \$3 million to \$5 million to bring the mine to full operations.... As part of the plan, San Diego said the holding firm is open to giving up 40-percent ownership in Abacus Goldmines. This will allow the new partner to handle the management and operations of the mining venture...

It will be recalled that as early as April 2008 Abacus already organized a fully owned subsidiary called Abacus Goldmines Exploration & Development Corporation (AGEDC) with the intention of transferring the gold tenements to the latter. The transfer was delayed, however, due to supervening circumstances beyond Abacus' control, including but not limited to the global recession. The supposed start of full production by 2013 is an estimate or extrapolation on the assumption that the much-delayed spinoff can be completed this year.

As for the other information referred to in the news article, we wish to make the following clarifications:

1. As a holding company Abacus is continually in discussions with possible partners for projects that would involve its property holdings, primarily real estate and mining. Various alternatives for possible relationships are explored in the course of such discussions, including equity participation. The possibility of giving up ownership in AGEDC to the extent of 20%, 30%, 40%, etc., exists, but no decisions have been reached either on the part of Abacus or on the part of prospective partners.

2. The estimated \$3-5 million needed to develop Abacus' gold property is a ballpark figure derived from similar mining projects of other groups. Again neither Abacus nor parties with which Abacus is in discussions have arrived at an actual figure for the required investment.

We trust the above fully explains and places in context the quoted article. Kindly transmit this clarification so that the Trading Participants and the investing public may be properly enlightened.

Thank you very much.

Very truly yours,


JOAQUIN E. SAN DIEGO
Corporate Secretary