



**BACNOTAN CONSOLIDATED INDUSTRIES, INC.**  
A PHINMA Company

December 21, 2009

**PHILIPPINE STOCK EXCHANGE, INC.**

4/F Philippine Stock Exchange Center  
Exchange Road,  
Ortigas Center, Pasig

Attention : **MS. JANET A. ENCARNACION**  
Head, Disclosure Department

Gentlemen:

Please be informed that on December 21, 2009, Bacnotan Consolidated Industries, Inc. (the "Corporation") acquired 14,534,002 common shares of Union Galvasteel Corporation (UGC) from Hi-Precision Steel Center, Inc. for Php 36,335,005.00. The amount represents less than 1% of the Corporation's total assets.

With the purchase, the Corporation's ownership interest in UGC increased from 80.5% to 100%.

Thank you.

Very truly yours,

  
JUAN J. DIAZ  
Corporate Secretary