



February 2, 2009

PHILIPPINE STOCK EXCHANGE, INC.
4/F PSE Center, Exchange Road
Ortigas Center, Pasig City

Attention: ATTY. PETE M. MALABANAN
Head, Disclosure Department

Gentlemen:

Please be informed that on February 2, 2009, Bacnotan Consolidated Industries, Inc. (the "Corporation") completed the First Closing on a transaction to acquire Sixty Nine & 90/100 (69.90%) of the capital stock of the University of Pangasinan, Inc. ("UPang"), a corporation duly organized and existing under Philippine Law, with principal office and campus located at Dagupan City, Pangasinan.

The transaction involves the acquisition by the Corporation of a total of 519,750 shares owned by Telequip, Inc. ("Telequip"), a corporation duly organized and existing under Philippine law, and 4,601 shares owned by Mr. Cesar T. Duque, Chairman of the Board of UPang. The 519,750 shares of Telequip are new shares subscribed to and acquired by Telequip from UPang.

The Final Closing on the sale and purchase of the UPang shares is scheduled on the day after the end of the ninth (9th) month from First Closing, unless moved to another date by mutual agreement of the parties.

Very truly yours,


JUAN J. DIAZ
Corporate Secretary