



February 4, 2010

THE PHILIPPINE STOCK EXCHANGE, INC.

4th Floor, Philippine Stock Exchange Center
Exchange Road, Ortigas Center, Pasig City

Attn.: **Ms. Janet A. Encarnacion**
Head, Disclosure Department

Re: Update on criminal case against SCC directors

Gentlemen:

In accordance with the Disclosure Rules of the Philippine Stock Exchange, Inc. (the "Exchange") and upon being advised by our legal counsel, we wish to inform the Exchange that there appears to be a consolidated criminal complaint, which is likewise pending with the Department of Justice docketed as "*Rodolfo V. Cruz, et. al. vs. Isidro A. Consunji, et. al., I.S. Nos. 03-57411-I, 03-57412-I, 03-57413-I, 03-57414-I, 03-57415-I, 03-57446-I and 03-57447-I, Department of Justice, National Prosecution Service*" for violation of Article 315 (2)(a) of the Revised Penal Code ("RPC"), as qualified by Presidential Decree ("PD") No. 1689. As may be recalled, the said consolidated case arose out of the same events as the complaint in Criminal Case No. Q-02-114052, Regional Trial Court of Quezon City, Branch 85, which had been dismissed with finality by the court subject of our clarificatory disclosure dated January 20, 2010.

Briefly, private complainants claim to have been induced to buy shares of stock of Universal Leisure Club ("UL Club"), on the representation that as members, they will enjoy the facilities of a project known as "a network of 5 world clubs" to be developed by Universal Leisure Corporation ("UL Corporation"), the project proponent and the seller of the UL Club shares. UL Corporation, however, failed to develop the project. Mr. Isidro A. Consunji, Mrs. Edwina C. Laperal and Mr. Cesar A. Buenaventura were named as respondents pursuant to their being directors of UL Club, UL Corporation and Universal Rightfield Property Holdings, Inc. ("URPHI"), the latter being the parent of UL Corporation.



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CORPORATION**


In its 1st Indorsement dated December 9, 2003, the City Prosecutor for Mandaluyong City, acting on a motion for inhibition filed by complainants, through counsel, recommended that further proceedings be conducted by the Department of Justice. In an order dated February 3, 2004, the Department of Justice designated State Prosecutor Geronimo Sy to conduct the preliminary investigation of this case. The last pleading filed is a notice of change of address dated June 27, 2008 filed by complainants' counsel.

Thank you.

Very truly yours,

SEMIRARA MINING CORPORATION

By:


JOHN R. BADULLO
Corporate Secretary