



MEDCO HOLDINGS, INC.

24 September 2010

PHILIPPINE STOCK EXCHANGE, INC.

PSE Center, Exchange Road
Ortigas Center, Pasig City

Attention: **Ms. Janet A. Encarnacion**
Head- Disclosure Department

Re: **Medco Holdings, Inc. (MED)**

Gentlemen:

We refer to the Exchange's Disclosure Circular No. 6287-2010 dated September 21, 2010, wherein the Exchange advised that it has granted our company's request for extension of the suspension of trading of MED shares until Monday, September 27, 2010.

We were, however, informed yesterday about the Exchange's Disclosure Circular No. 6354-2010 dated 23 September 2010, wherein it was disclosed that:

1. Export and Industry Bank, Inc. ("EIB" or the "Bank") submitted a letter to the Exchange dated September 23, 2010 which stated that EIB is "presently working on complying with the other conditions imposed by the Bank's regulators in order to secure their final approval of the sale of all of the Bank's assets to and the assumption of all its liabilities by Banco de Oro Unibank, Inc. (BDO). It cannot be said that the public already has access to all information necessary to make an informed decision until the Bank and BDO receive final approval to proceed with the sale. There may still be additional terms and conditions to be imposed which they may find relevant."
2. The Exchange granted the Bank's request to continue the suspension of the trading of its shares until after the approval by the Bangko Sentral ng Pilipinas (BSP) and the Philippine Deposit Insurance Corporation (PDIC) of the above-mentioned transaction.

As you will recall, we have previously disclosed that our company's investment in EIB shares comprised, as of 30 June 2010, 81% of our company's total consolidated assets.

In view of the foregoing, we would like to hereby request for the continuation of the voluntary trading suspension of MED shares until after the approval by the BSP and PDIC of the said EIB-BDO transaction.

Very truly yours,

MEDCO HOLDINGS, INC.

MA. LOURDES B. BATHAN
Corporate Information Officer