



Manila Mining Corporation

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10 November 2009

Disclosure Department
Listings and Disclosure Group
Philippine Stock Exchange, Inc.
4th Floor, PSE Centre, Exchange Road
Ortigas Center, Pasig City

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

Re: **1:8 Stock Rights Offering**
Eighth Stock Option Awards

Gentlemen:

Please be advised that at its meeting this afternoon, the Board of Directors unanimously approved the following:

1. An offer of stock rights ("Offer") to shareholders to support the increase in the authorized capital stock from P1.8 billion to P3.0 billion as approved by the shareholders on April 21, 2009. The pertinent application for amendment of Article VII of the Articles of Incorporation will be filed as soon as possible.

Shareholders as of a record date to be fixed in accordance with the rules of the Philippine Stock Exchange (PSE) will be offered the right to subscribe to one (1) share of common stock for every eight (8) shares held on such record date, at the price of P0.015 per share. The subscription is payable in two tranches, 50% is due upon subscription and the balance thirty (30) days later. Actual record date and Offer period will be announced upon PSE approval of the pertinent listing application.

The proceeds of the Offer, which will amount to P335 million, will be utilized for the following: a) Settlement of various payables (P135 million); and b) Additional Exploration Work and Conversion of Ore Resource to Reserve (P200 million).

2. Grant of the 8th Stock Option Awards ("Grant") to selected directors, officers and employees of the Company and of its affiliates, covering a total 1.6 billion common shares from unissued capital stock. The option is exercisable within 5 years, to the extent of 20% of the Grant every year, from the SEC approval of the Grant. The price of the option is 80% of the average of the closing prices of

MMC "A" and "B" shares for the ten trading days preceding the Board's approval of the Grant, i.e., October 26 to November 9, 2009, which is P0.02 per share. The Grant constitutes 0.8%, more or less, of the outstanding capital stock of the Company.

The Company has authorized the undersigned to file the pertinent listing applications with the Philippine Stock Exchange as soon as possible.

Very truly yours, *e*



ODETTE A. JAVIER
Assistant Corporate Secretary