



**STENIEL MANUFACTURING CORPORATION**

CIRCULAR FOR BROKERS NO. <u>2642-2002</u> <hr/> DISCLOSURE <hr/> OCTOBER 8, 2002 <hr/> Date
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7 October 2002

By Fax (636-08-09)

Disclosure Department  
4<sup>th</sup> Floor Philippine Stock Exchange, Inc.  
PSE Centre, Exchange Road  
Ortigas Center, Pasig City

Attention: Mr. Jose G. Cervantes  
Senior Vice President

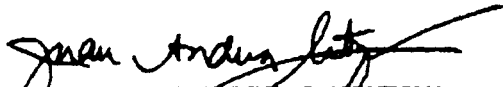
Gentlemen:

In connection with the Omnibus Agreement dated 10 November 2000 entered into by Steniel Manufacturing Corporation ("Corporation") as borrower with various lender banks, please be informed that the Corporation has received a notice of default declaring the aggregate amount of Pesos Eight Hundred Fifty One Million Five Hundred Twelve Thousand Three Hundred Thirty Nine and 74/100 (Php 851,512, 339.74) as of 30 September 2002, and any other amounts due to the lenders thereafter, due and payable on or before 10 October 2002. The notice provides that the lenders shall enforce their remedies under the Omnibus Agreement for failure by the Corporation to make timely payment.

Negotiations are underway between the Corporation and the lenders for a restructuring of the loan under the Omnibus Agreement.

Very truly yours,

posted 8:29

  
RICANOR JUAN ANDRES S. MONTOYA  
Corp. Information Officer

Cc: Director Justina F. Callangan  
Corporate Finance Department  
Securities and Exchange Commission  
SEC Building, Mandaluyong City

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