



SOUTH CHINA RESOURCES, INC.

3/F Low Rise Pacific Star Bldg., Sen. Gil Puyat Ave. cor. Makati Ave., Makati City
Metro Manila, Philippines

June 02, 2011

The Disclosure Department
3/F Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Ave.
Makati City, Philippines 1226

Attention: **Ms. JANET A. ENCARNACION**
Head, Disclosure Department

Gentlemen:

Please be informed that the issuer, together with other shareholders, entered into an agreement with Security Bank to sell, subject to regulatory approvals, the issuer's 351,454 shares in Premiere Development Bank at a price of P 181.7458 per share.

Please be informed also that the issuer's chairman, Mr. Edgardo P. Reyes, sold 56,000 shares directly held by him in his name on the following dates:

May 26,2011 --- 20,000 shares
May 27,2011 --- 36,000 shares
56,000 shares

Yours faithfully,

DAVID R. BALADAD
Corporate Information Officer/
VP – Operations