

May 11, 2016

Ms. Janet A. Encarnacion
Head, Disclosure Department
Philippine Stock Exchange
3/F PSE Plaza
Ayala Triangle Plaza
Ayala Ave., Makati City

Dear *Ms. Encarnacion*:

In compliance with PSE rules on disclosure, Phoenix Petroleum Philippines, Inc (the Company) would like to inform you that in a special meeting, our Company's Board of Directors has approved the buy-back share program involving up to Php250,000,000.00 worth of common shares (PNX) or about 3.4% of the Company's current market capitalization. The program will commence around the 3rd week of May 2016 and shall conclude upon exhaustion of the approved allotment or one year from commencement, whichever comes first, subject to the proper disclosure to the SEC & the PSE.

The funds allocated for the repurchase of the shares shall be taken from the Company's unrestricted retained earnings. The program is basically designed to boost up and/or improve the shareholders value through the repurchase of the shares whenever the same is trading at a value lower than its actual valuation. The program shall not involve any funds allotted for the company's impending expansion projects/investments nor any of those allotted for payment of obligations and liabilities.

Its implementation shall be coursed through the trading facilities of the PSE with the Company's Chief Finance Officer Joseph John L. Ong who shall oversee the conduct of the same.

To be an indispensable partner in the journey of everyone
whose life we touch.



All material transactions & activities shall be duly disclosed with Commission and the Exchange.

Thank you and best regards,

Very truly yours,

A handwritten signature in blue ink, appearing to read "Socorro Ermac Cabreros".

Atty. Socorro Ermac Cabreros
Corporate Secretary

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