

24 May 2017

**Securities & Exchange Commission**

Secretariat Building, PICC Complex  
Roxas Blvd, Metro Manila

**Philippine Stock Exchange**

Disclosure Department  
3/F PSE Plaza, Ayala Triangle Plaza  
Makati City, Metro Manila

**Attention: Hon. Vicente Graciano P. Felizmenio, Jr.**  
Director, Market and Securities Regulation Department  
Securities & Exchange Commission

**Mr. Jose Valeriano B. Zuño III**  
OIC - Disclosure Department  
Philippine Stock Exchange

**Sirs:**

We would like to announce as of today, 24May 2017, the Company's Board of Directors has approved and authorized the execution of a Memorandum of Understanding (MOU) with PDB (Netherlands) B.V. , a wholly owned subsidiary of PETRONAS Dagangan Berhad (PDB) in relation to the planned 100% share acquisition of PETRONAS ENERGY PHILIPPINES, INC. (PEPI), and DUTA, Inc. (DUTA) which manages and holds the various land parcels used in relation to business of PEPI. The acquisition shall be subject to the approval of the Philippine Competition Commission (PCC).

PEPI is primarily engaged in the business of selling Liquefied Petroleum Gas (LPG) in cylinders for household and commercial use as well as LPG in bulk for industrial use and autogas, an environment-friendly alternative fuel for vehicles.

The proposed acquisition of PEPI and Duta strategically supports the Company's expansion in operation as well as product lines.

The Company shall update its disclosure upon completion of the whole transaction.

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



This disclosure is made pursuant to the Securities Regulation Code and Revised Disclosure Rules of the Commission and Exchange, respectively.

Thank you and warm regards.

Very truly yours,

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

**Atty. Socorro Ermac Cabreros**  
Corporate Secretary