



03 December 2010

Ms. Janet A. Encarnacion
Head, Disclosure Department
Philippine Stock Exchange
3rd Floor, PSE Center
Ayala Triangle Center, Ayala Ave.
Makati City

Dear *Ms. Encarnacion*:

We would like to announce that the Board of Directors has approved that following:

1. Appointment of the following persons to the Board of Directors to complete the new composition of 9 members:
 - a) **Com. Diane Pardo Aguilar** of the Social Security Commission who replaced Com. Fe Tibayan Palileo who resigned on October 11, 2010.
 - b) **Jose Manuel R. Quimson** who is currently appointed as Treasurer
 - c) **Atty. Socorro Ermac Cabreros** who is currently Corporate Secretary
2. Expansion of the Company's operations such as but not limited to retail network and depot facilities, supply operations with Capital Expenditure of about Php1.5B by 2011
3. In support the planned expansion, the Company shall study, pursue and undertake fund raising activities such as but not limited to: looking for strategic partners who believe in the Company's operations and objectives, issuance of additional shares or equity to interested and potential investors.

In pursuit of the planned expansion next year, proper disclosures shall be made at the appropriate time.

This disclosure is made in compliance with the SRC and the Revised Disclosure Rules

Thank you and warm regards.

Very truly yours,


Atty. Socorro Ermac Cabreros
Corporate Secretary

PHOENIX PETROLEUM PHILIPPINES, INC.