



31 January 2011

Ms. Janet A. Encarnacion
Head, Disclosure Department
Philippine Stock Exchange
Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Ave.,
Makati City, Metro Manila

**RE: Board Approvals During the First Regular Meeting for 2011 and
Announcement of the Schedule of the Annual Stockholders' Meeting
on 11 March 2011 and the Record date of 14 February 2011**

Dear *Ms. Encarnacion*:

We would like to announce the following matters approved by the Company's Board of Directors during its first regular meeting for the year:

1. Investment of corporate funds to form and incorporate a new corporation, of which the Company shall subscribe to majority of the shares and Chelsea Shipping Corp. as minority shareholder, for purposes of acquiring and operating a new tanker vessel to boost and support the Company's fuel importation, depot expansion and the corresponding increase in fuel capacity of its depot terminals. Thus, authority is given to management to determine the corporate structure of said new corporation and its corporate purpose.
2. Acquisition of the Subic Petroleum Trading and Transport Philippines, Inc., a corporation duly registered with the Securities and Exchange Commission, based and currently operating within the premises of the Subic Bay Freeport Zone, Zambales and engaged in the business of trading refined petroleum products and the conduct of due diligence for the proposed acquisition.
3. The conduct of the Annual Stockholders' Meeting on March 11, 2011 in Davao City, Philippines and the setting of the record date of said meeting on February 14, 2011.

THUS, PURSUANT TO ARTICLE II SECTION 8 OF THE AMENDED BY-LAWS, ALL STOCKHOLDERS OF RECORD AS OF FEBRUARY 14, 2011 SHALL BE ENTITLED TO PARTICIPATE AND VOTE IN SAID MEETING.

4. Amendment of the Company's By-laws particularly Article II Section 1 providing for the date of the Annual Stockholders' Meeting from the last Thursday of June to "any day in March."
5. Declaration of cash dividend for the preferred shares at the rate of 11.5% per annum and the payment of the said cash dividend on March 21, 2011 to all preferred shares subscribers.

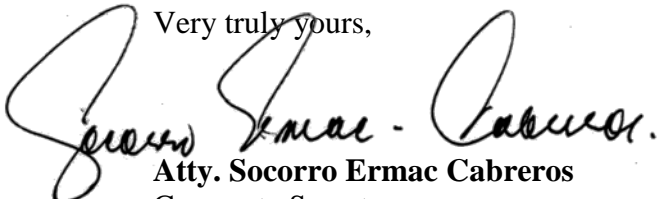
PHOENIX PETROLEUM PHILIPPINES, INC.



The above disclosure is made pursuant to the Revised Disclosure Rules and Securities Regulations Code.

Thank you and warm regards.

Very truly yours,


Atty. Socorro Ermac Cabreros
Corporate Secretary

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