



11 July 2012

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

Dear *Ms. Encarnacion*:

Pursuant to our disclosure last 06 July 2012, Phoenix Petroleum Philippines, Inc. executed a Convertible Notes Facility Agreement worth Php 500 million with warrants offering amounting to Php 180 million with BDO Unibank, Inc today, 11 July 2012 at the BDO Corporate Center, Makati City. The issuance of corporate notes is part of the Company's plan to raise long-term capital, finance capital expenditures and refinance short term debt.

The issuance of the warrants shall be subject to the consents and approvals of the stockholders during the Special Stockholders' Meeting on 06 September 2012 and the appropriate government authorities.

This disclosure is submitted pursuant to the Revised Disclosure Rules and the Securities Regulations Code.

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