



09 August 2012

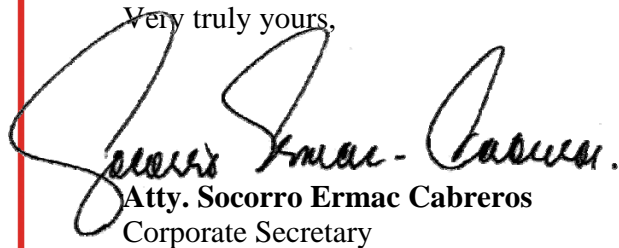
Ms. Janet A. Encarnacion
Head, Disclosure Department
Philippine Stock Exchange
3rd Flr, PSE Plaza, Ayala Triangle
Ayala Ave., Makati City

Dear *Ms. Encarnacion*:

We would like to announce and submit the following press statement in relation to the Company's second quarter performance for 2012 which we recently disclosed.

Thank you and best regards.

Very truly yours,


Atty. Socorro Ermac Cabreros
Corporate Secretary

Phoenix Petroleum 1st half revenue up by 21%

Phoenix Petroleum Philippines, Inc. posted revenues of Php17 billion in the first six months of 2012, an increase of 21% from the Php14 billion recorded in the same period last year.

The growth was driven by the 19% increase in sales volume of refined petroleum products, plus higher revenues from fuels service and storage. The volume growth was a result of the expansion of the company's retail network and increase in sales from its retail and commercial accounts.

The Company's net income, however, dropped as a result of the sharp decline in the petroleum products in the world market in the second quarter. Phoenix Petroleum reported a net income of about Php206 million, down 33% from the Php305 million posted on the first half of 2011.

Phoenix Petroleum has a network of 255 retail stations as of June 2012 compared to 190 stations in the same period last year.

The leading independent oil company is looking to open a total of 100 additional stations for the year.