



May 8, 2015

PHILIPPINE STOCK EXCHANGE, INC.

Tower One & Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

Attention: **Ms. Janet A. Encarnacion**
Head, Disclosure Department

Dear Ms. Encarnacion,

We would like to inform the Exchange that following a repurchase by Pitkin Petroleum Plc ("Pitkin"), a subsidiary of Philex Petroleum Corporation ("Philex Petroleum"), of 40,872,500 or 31.71% of total issued shares at a price of US\$0.75 per share, approximately US\$14 million was paid out to the minority shareholders of Pitkin and approximately \$16 million was transferred from Pitkin to Philex Petroleum. Philex Petroleum sold 21,373,000 or 31.24% of its Pitkin shares. Following this transaction, Philex Petroleum's interest in Pitkin has increased from 53.07% to 53.43%.

Very truly yours,

A handwritten signature in blue ink, appearing to read "Mark H. Rilles".

Mark H. Rilles
Finance Controller