



PXP ENERGY CORPORATION
(formerly Philex Petroleum Corporation)
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PRESS RELEASE

AUDITED FINANCIAL AND OPERATING HIGHLIGHTS
FOR THE YEAR ENDED DECEMBER 31, 2019

FY 2019 Consolidated Net Loss Attributable to Equity Holders of the Parent Company at P272.1 million (FY 2018: P77.0 million). Reported consolidated net loss at P297.2 million (FY 2018: P96.4 million).

Consolidated petroleum revenues 32.8% lower at P72.5 million (FY 2018: P107.9 million) resulting from slightly lower output and 15% drop in crude oil price in Service Contract (SC) 14C-1 Galoc and the plug and abandonment (P&A) of SC 14A Nido and SC 14B Matinloc production wells.

Consolidated cost and expenses 13.9% lower at P190.6 million (FY 2018: P221.4 million) brought about by lower depletion cost in SC 14C-1 Galoc, following the decline in output, and the cessation of operational costs in SC 14A Nido and SC 14B Matinloc; Group general and administrative expenses slightly higher year-on-year.

Under Other income/charges, foreign exchange loss amounted to P12.4 million (FY 2018: forex gain of P18.7 million) due to a lower dollar to peso exchange rate while provision for impairment of assets and goodwill amounted to P198.8 million related primarily to the lower-than-expected future returns in SC 14C1-Galoc.

Consolidated Net loss higher at P297.2 million (FY 2018: P96.4 million) resulting from flat year-on-year operational results and from the impairment in SC 14C-1 Galoc as a result of a downward change in estimated future returns.

About PXP Energy Corporation

PXP is an upstream oil and gas company incorporated in the Philippines whose shares are listed on the Philippine Stock Exchange. The Company directly and indirectly owns oil and gas exploration and production assets located in the Philippines, and indirectly owns an exploration asset located in offshore Peru.

For further information, please contact:

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PXP ENERGY CORPORATION
(formerly Philex Petroleum Corporation)
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Amounts in Thousands, Except Par Value per Share and Number of Equity Holders)

	December 31	
	2019	2018
ASSETS		
Current Assets		
Cash and cash equivalents	₱245,954	₱342,374
Trade and other receivables - net	33,516	40,741
Inventories - net	7,300	32,398
Other current assets	15,801	13,351
Total Current Assets	302,571	428,864
Noncurrent Assets		
Deferred oil and gas exploration costs - net	5,300,659	5,310,477
Goodwill	1,234,387	1,238,583
Property and equipment - net	18,725	230,798
Right-of-use (ROU) asset	4,715	-
Deferred tax assets - net	-	35,003
Other noncurrent assets	4,222	3,629
Total Noncurrent Assets	6,562,708	6,818,490
TOTAL ASSETS	₱6,865,279	₱7,247,354
LIABILITIES AND EQUITY		
Current Liabilities		
Trade and other payables	₱63,053	₱33,957
Lease liability	503	-
Advances from related parties	-	2,125,184
Provision for plug and abandonment costs	10,444	-
Income tax payable	615	433
Total Current Liabilities	74,615	2,159,574
Noncurrent Liabilities		
Lease liability - net of current portion	4,791	-
Deferred tax liabilities - net	1,077,098	1,113,448
Other noncurrent liabilities	192,214	191,914
Total Noncurrent Liabilities	1,274,103	1,305,362
Total Liabilities	1,348,718	3,464,936
Equity Attributable to Equity Holders of the Parent Company		
Capital stock - ₱1 par value		
Authorized - 6,800,000,000 common shares		
Issued and subscribed - 1,960,000,000 common shares	1,960,000	1,960,000
Additional paid-in capital	2,816,545	2,821,000
Subscription receivable	(184,300)	(2,310,750)
Equity reserves	122,250	122,062
Deficit	(1,643,864)	(1,371,720)
Cumulative translation adjustment on foreign subsidiaries	87,713	153,866
	3,158,344	1,374,458
Non-controlling interests	2,358,217	2,407,960
Total Equity	5,516,561	3,782,418
TOTAL LIABILITIES AND EQUITY	₱6,865,279	₱7,247,354

PXP ENERGY CORPORATION
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CONSOLIDATED STATEMENTS OF INCOME

(Amounts in Thousands, Except Loss per Share)

	Years Ended December 31		
	2019	2018	2017
PETROLEUM REVENUES	₱72,499	₱107,924	₱104,445
COSTS AND EXPENSES			
Petroleum production costs	85,517	130,973	108,851
General and administrative expenses	105,079	90,417	49,376
	190,596	221,390	158,227
OTHER INCOME (CHARGES)			
Provision for impairment of assets - net	(194,557)	-	(4,578)
Gain on termination of subscription agreement	40,290	-	-
Foreign exchange gains (losses) - net	(12,396)	18,685	(146)
Loss on change in estimate of provision for plug and abandonment costs	(10,659)	-	-
Loss on write-off of goodwill	(4,196)	-	-
Interest income	2,566	2,796	3,749
Interest expense	(1,003)	(76)	(130)
Loss on write-off of other noncurrent assets	(324)	-	-
	(180,279)	21,405	(1,105)
LOSS BEFORE INCOME TAX	(298,376)	(92,061)	(54,887)
PROVISION FOR (BENEFIT FROM) INCOME TAX			
Current	783	1,103	106
Deferred	(1,939)	3,267	2,150
	(1,156)	4,370	2,256
NET LOSS	(₱297,220)	(₱96,431)	(₱57,143)
NET LOSS ATTRIBUTABLE TO:			
Equity holders of the Parent Company	(₱272,144)	(₱77,028)	(₱39,125)
Non-controlling interests	(25,076)	(19,403)	(18,018)
	(₱297,220)	(₱96,431)	(₱57,143)
BASIC/DILUTED LOSS PER SHARE	(₱0.139)	(₱0.045)	(₱0.023)