



24th July 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 submit herewith a copy of Philex Petroleum Corporation's press release on the Company's Financial and Operating Highlights for the Six Months ended 30th June 2015.

Very truly yours,

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

MARK H. RILLES
Finance Controller



July 24, 2015

PRESS RELEASE

FINANCIAL RESULTS
FOR THE SIX MONTHS ENDED JUNE 30, 2015

- Philex Petroleum Corporation ("Philex Petroleum" or the "Company") incurred a consolidated net loss of P86.0 million for the six-month period ended June 30, 2015, compared to a net loss of P40.7 million during the same period last year. Net loss attributable to equity holders of the Parent Company amounted to P48.7 million compared to a net loss of P11.9 million during the same period last year. The net loss primarily resulted from lower petroleum revenues contributed by its subsidiary, Forum Energy Plc ("Forum"), due to lower crude oil prices and lower production from Service Contract 14C1 Galoc.
- The Company will continue its efforts to reduce operating expenditures through the rationalization of the Company's business structure and asset portfolio particularly in the current low oil-price environment.

About Philex Petroleum Corporation

Philex Petroleum Corporation 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 exploration assets located in Peru.

For further information, please contact:

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Finance Controller
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PHILEX PETROLEUM CORPORATION
AND SUBSIDIARIES

UNAUDITED CONSOLIDATED
CONDENSED INTERIM
FINANCIAL STATEMENTS
June 30, 2015

PHILEX PETROLEUM CORPORATION AND SUBSIDIARIES
UNAUDITED CONSOLIDATED BALANCE SHEETS
(Amounts in Thousands)

ASSETS		JUNE 30, 2015 (UNAUDITED)	DECEMBER 31, 2014 (AUDITED)
Current Assets			
Cash and cash equivalents	P	777,500	P 1,908,365
Accounts receivable - net		105,061	91,787
Inventories - net		11,229	18,550
Other current assets -net		33,486	42,634
Total Current Assets		927,276	2,061,336
Noncurrent Assets			
Property, Plant and Equipment - net		319,159	316,430
Goodwill		1,238,583	1,238,583
Deferred oil and gas exploration costs - net		4,871,146	4,831,363
Deferred income tax assets		22,382	22,302
Other noncurrent assets		27,769	27,157
Total Noncurrent Assets		6,479,039	6,435,835
TOTAL ASSETS	P	7,406,315	P 8,497,171
LIABILITIES AND EQUITY			
Current Liabilities			
Accounts payable and accrued liabilities	P	13,353	P 64,077
Advances from related parties		3,157,745	3,421,836
Income tax payable		-	653
Total Current Liabilities		3,171,098	3,486,566
Noncurrent Liabilities			
Deferred income tax liabilities - net		1,111,954	1,111,937
Other liabilities		201,664	225,977
Total Noncurrent Liabilities		1,313,618	1,337,914
Total Liabilities		4,484,716	4,824,480
Equity			
Capital Stock - P1 par value		1,700,000	1,700,000
Equity reserves		124,221	48,970
Deficit		(1,198,648)	(1,145,665)
Cumulative translation adjustment on foreign subsidiaries		(64,791)	(57,018)
		560,782	546,287
Non-controlling Interests		2,360,817	3,126,404
Total equity		2,921,599	3,672,691
TOTAL LIABILITIES AND EQUITY	P	7,406,315	P 8,497,171

PHILEX PETROLEUM CORPORATION AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENTS OF INCOME
(Amounts in Thousands, except Earnings or Loss Per Share)

		Six-Month Period Ended June 30	
		2015	2014
REVENUE			
Petroleum	P	83,452	P 195,045
Coal		-	3,197
		83,452	198,242
COSTS AND EXPENSES			
Petroleum production costs		54,124	87,558
Cost of coal sales		-	3,197
General and administrative expenses		125,141	158,774
Mine product royalties		-	606
		179,265	250,135
OTHER INCOME (CHARGES)			
Interest income - net		1,804	3,524
Foreign exchange gains (losses) - net		1,679	(3,458)
Others - net		6,302	18,427
		9,785	18,493
LOSS BEFORE TAX		(86,028)	(33,400)
PROVISION FOR INCOME TAX (BENEFIT FROM)			
Current		1	284
Deferred		(36)	7,030
		(35)	7,314
NET LOSS	(P	85,993)	(P 40,714)
Net Loss Attributable to:			
Equity holders of the Parent Company	(P	48,702)	(P 11,880)
Non-controlling interests		(37,291)	(28,834)
	(P	85,993)	(P 40,714)
BASIC/DILUTED LOSS PER SHARE	(P	0.0286)	(P 0.0070)

PHILEX PETROLEUM CORPORATION AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENTS OF INCOME
(Amounts in Thousands, except Earnings Per Share)

		2nd Quarter Ended June 30,	
		2015	2014
REVENUE			
Petroleum	P	45,836	P 96,031
Coal		-	488
		45,836	96,519
COSTS AND EXPENSES			
Petroleum production costs		30,007	55,294
General and administrative expenses		67,871	96,930
Cost of coal sales		-	488
Mine product royalties		-	80
		97,878	152,792
OTHER INCOME (CHARGES)			
Interest income - net		(521)	544
Foreign exchange gains (losses)		1,907	(5,004)
Others		7,368	1,638
		8,754	(2,822)
LOSS BEFORE INCOME TAX		(43,288)	(59,095)
PROVISION FOR (BENEFIT FROM) INCOME TAX			
Current		1	284
Deferred		(1,532)	7,030
		(1,531)	7,314
NET LOSS	P	(41,757)	(P 66,409)