



Confirmation statement from PXP Energy's Risk Committee:

February 23, 2017

The Audit and Risk Management Committee

First Pacific Company Limited
24th Floor, Two Exchange Square
8 Connaught Place
Hong Kong

Dear Committee Members,

This is to inform you that the Risk Committee of PXP Energy Corporation ("PXP Energy") has conducted a review of the effectiveness of PXP Energy Group's (including its subsidiaries, major associated companies and joint ventures) Enterprise Risk Management ("ERM") systems for the year ended 31 December 2016. The review covered all material strategic, financial, operational and compliance risks.

Please refer to the attached summary report for the year ended 31 December 2016 highlighting the key enterprise risks identified and the corresponding mitigation measures to address these risks.

Based on our evaluation of PXP Energy's ERM process, reviewing the periodic ERM report, and discussions with the Head of the Internal Audit Department as well as the external auditor, we have assured ourselves that the material risks have been identified, evaluated, managed and reported appropriately.

We have not noticed any material deviation from local as well as Hong Kong Listing Rules requirements, including Inside Information.

We hope that this letter is sufficient for your requirements.

Sincerely yours,

A handwritten signature in blue ink, appearing to read "B. S. Austria".

Benjamin S. Austria
Chairman of the Risk Committee
PXP Energy Corporation

A handwritten signature in blue ink, appearing to read "Daniel Stephen P. Carlos".

Daniel Stephen P. Carlos
Chief Risk Officer
PXP Energy Corporation