



December 26, 2017

**Singapore Exchange Securities
Trading Limited (SGX-ST)**
2 Shenton Way
#02-02 SGX Centre 1
Singapore 068804

Dear Sirs:

ANNOUNCEMENT ON REDEMPTION

Reference is made to the Php20 Billion 7.0% PHP-Denominated Notes due 2017 of Petron Corporation which fell due on November 10, 2017 (the "Notes").

The Company wishes to inform the Exchange that it has redeemed all of the outstanding Notes.

Very truly yours,

A handwritten signature in black ink, appearing to read 'JACruz'.

JOEL ANGELO C. CRUZ
VP - General Counsel &
Corporate Secretary