



October 24, 2017

PHILIPPINE STOCK EXCHANGE, INC.

3rd Floor, Philippine Stock Exchange Center
Ayala Triangle, Ayala Avenue
Makati City

Attention: **Mr. Jose Valeriano B. Zuño III**
OIC Head, Disclosure Department

PHILIPPINE DEALING & EXCHANGE CORP.

37th Floor, Tower 1
The Enterprise Center
6766 Ayala Avenue cor. Paseo de Roxas
Makati City

Attention: **Ms. Vina Vanessa S. Salonga**
Head, Issuer Compliance and Disclosure Department

Gentlemen:

We advise that, pursuant to the resolutions of the Executive Committee of Petron Corporation (the "Company") approved today, the Management of the Company has been authorized to pursue the solicitation of consents (the "Consent Solicitation") from the holders of the Company's USD750 million undated subordinated capital securities issued in 2013 (the "2013 Securities") and listed on The Stock Exchange of Hong Kong Limited, for the approval of certain amendments to the Trust Deed dated February 6, 2013, as amended and supplemented from time to time. The Company intends to issue new undated capital securities (the "New Securities") to repurchase, refinance and/or redeem the 2013 Securities and is seeking the proposed amendments by way of the Consent Solicitation to confirm its ability to issue the New Securities. The New Securities are expected to be senior to the 2013 Securities until such 2013 Securities are repurchased, refinanced and/or redeemed.

Very truly yours,

A handwritten signature in dark ink, appearing to read "JACruz".

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