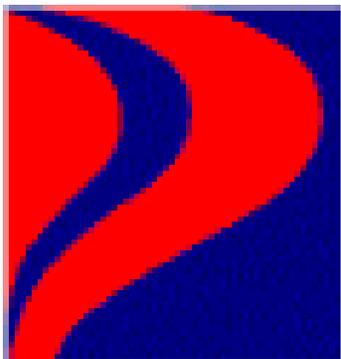


*The Exchange does not warrant and holds no responsibility for the veracity of the facts and representations contained in all corporate disclosures, including financial reports. All data contained herein are prepared and submitted by the disclosing party to the Exchange, and are disseminated solely for purposes of information. Any questions on the data contained herein should be addressed directly to the Corporate Information Officer of the disclosing party.*



**PETRON**

**Petron Corporation  
PCOR**

**PSE Disclosure Form 17-18 - Other SEC Forms/Reports/Requirements**

<b>Form/Report Type</b>	Special Form for Financial Statements of Publicly-Held and Investment Companies
<b>Report Period/Report Date</b>	Dec 31, 2017

**Description of the Disclosure**

Please see attached Special Form for Financial Statements of Publicly-Held and Investment Companies for the period ended December 31, 2017 for each of (i) the Company and (ii) the Company and Subsidiaries, together with the covering Certification signed by Mr. Dennis S. Janson, AVP and Controller, filed on April 16, 2018.

**Filed on behalf by:**

<b>Name</b>	Jhoanna Jasmine Javier-Elacio
<b>Designation</b>	Legal Manager and Assistant Corporate Secretary

**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**

NAME OF CORPORATION: PETRON CORPORATION  
CURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550  
TEL. NO.: 886-3888 FAX NO.: 884-0932  
COMPANY TYPE : Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

**Table 1. Balance Sheet**

FINANCIAL DATA	2017 ( in P'000 )	2016 ( in P'000 )
<b>A. ASSETS (A.1 + A.2 + A.3 + A.4 + A.5 + A.6 + A.7 + A.8 + A.9 + A.10)</b>	<b>300,876,853</b>	<b>291,845,946</b>
A.1 Current Assets (A.1.1 + A.1.2 + A.1.3 + A.1.4 + A.1.5)	112,676,082	100,817,656
A.1.1 Cash and cash equivalents (A.1.1.1 + A.1.1.2 + A.1.1.3)	9,394,987	10,103,077
A.1.1.1 On hand	2,693,913	1,754,114
A.1.1.2 In domestic banks/entities	6,701,074	8,348,963
A.1.1.3 In foreign banks/entities	0	0
A.1.2 Trade and Other Receivables (A.1.2.1 + A.1.2.2)	28,726,861	25,359,326
A.1.2.1 Due from domestic entities (A.1.2.1.1 + A.1.2.1.2 + A.1.2.1.3 + A.1.2.1.4)	24,895,565	20,877,655
A.1.2.1.1 Due from customers (trade)	14,740,479	10,886,402
A.1.2.1.2 Due from related parties	6,003,942	6,133,211
A.1.2.1.3 Others, specify (A.1.2.1.3.1 + A.1.2.1.3.2)	5,191,053	4,935,647
A.1.2.1.3.1 Government	4,777,962	4,546,695
A.1.2.1.3.2 Others	413,091	388,952
A.1.2.1.4 Allowance for doubtful accounts (negative entry)	-1,039,909	-1,077,605
A.1.2.2 Due from foreign entities, specify	3,831,296	4,481,671
A.1.2.2.1 Due from customers (trade)	2,758,139	2,120,692
A.1.2.2.2 Due from related parties	1,073,157	2,360,979
A.1.2.2.3 Others		
A.1.2.2.4 Allowance for doubtful accounts (negative entry)		
A.1.3 Inventories (A.1.3.1 + A.1.3.2 + A.1.3.3 + A.1.3.4 + A.1.3.5 + A.1.3.6)	46,476,381	35,063,770
A.1.3.1 Crude oil and others	26,480,779	20,515,641
A.1.3.2 Goods in process (including unfinished goods, growing crops, unfinished seeds)		
A.1.3.3 Finished goods	13,328,260	8,406,469
A.1.3.4 Merchandise/Goods in transit		
A.1.3.5 Unbilled Services (in case of service providers)		
A.1.3.6 Others, specify (A.1.3.6.1 + A.1.3.6.2)	6,667,342	6,141,660
A.1.3.6.1 Materials and supplies	4,123,346	3,388,940
A.1.3.6.2 Lubes, greases and aftermarket specialties	2,543,996	2,752,720
A.1.4 Financial Assets other than Cash/Receivables/Equity investments (A.1.4.1 + A.1.4.2 + A.1.4.3 + A.1.4.4 + A.1.4.5)	294,729	174,117
A.1.4.1 Financial Assets at Fair Value through Profit or Loss - issued by domestic entities:	190,558	165,142
A.1.4.1.1 National Government		
A.1.4.1.2 Public Financial Institutions		
A.1.4.1.3 Public Non-Financial Institutions	170,353	156,504
A.1.4.1.4 Private Financial Institutions	20,205	8,638
A.1.4.1.5 Private Non-Financial Institutions		
A.1.4.2 Held to Maturity Investments - issued by domestic entities:	0	0
A.1.4.2.1 National Government		
A.1.4.2.2 Public Financial Institutions		
A.1.4.2.3 Public Non-Financial Institutions		
A.1.4.2.4 Private Financial Institutions		
A.1.4.2.5 Private Non-Financial Institutions		

NOTE:

This special form is applicable to Investment Companies and Publicly-held Companies (enumerated in Section 17.2 of the Securities Regulation Code (SRC), except banks and insurance companies). As a supplemental form to PHFS, it shall be used for reporting Consolidated Financial Statements of Parent corporations and their subsidiaries.

Domestic corporations are those which are incorporated under Philippine laws or branches/subsidiaries of foreign corporations that are licensed to do business in the Philippines where the center of economic interest or activity is within the Philippines. On the other hand, foreign corporations are those that are incorporated abroad, including branches of Philippine corporations operating abroad.

Financial Institutions are corporations principally engaged in financial intermediation, facilitating financial intermediation, or auxiliary financial services. Non-Financial institutions refer to corporations that are primarily engaged in the production of market goods and non-financial services.

**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**

NAME OF CORPORATION: PETRON CORPORATION  
CURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550  
TEL. NO.: 886-3888 FAX NO.: 884-0932  
COMPANY TYPE: Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

**Table 1. Balance Sheet**

FINANCIAL DATA	2017 ( in P'000 )	2016 ( in P'000 )
A.1.4.3 Loans and Receivables - issued by domestic entities:		
A.1.4.3.1 National Government		
A.1.4.3.2 Public Financial Institutions		
A.1.4.3.3 Public Non-Financial Institutions		
A.1.4.3.4 Private Financial Institutions		
A.1.4.3.5 Private Non-Financial Institutions		
A.1.4.4 Available-for-sale financial assets - issued by domestic entities:	0	0
A.1.4.4.1 National Government		
A.1.4.4.2 Public Financial Institutions		
A.1.4.4.3 Public Non-Financial Institutions		
A.1.4.4.4 Private Financial Institutions		
A.1.4.4.5 Private Non-Financial Institutions		
A.1.4.5 Financial Assets issued by foreign entities: (A.1.4.5.1+A.1.4.5.2+A.1.4.5.3+A.1.4.5.4)	104,171	8,975
A.1.4.5.1 Financial Assets at fair value through profit or loss	104,171	8,975
A.1.4.5.2 Held-to-maturity investments		
A.1.4.5.3 Loans and Receivables		
A.1.4.5.4 Available-for-sale financial assets		
A.1.4.6 Allowance for decline in market value <i>(negative entry)</i>		
A.1.5 Other Current Assets (state separately material items) (A.1.5.1 + A.1.5.2 + A.1.5.3)	27,783,124	30,117,366
A.1.5.1 Input VAT	7,435,184	4,154,989
A.1.5.2 Prepaid Taxes	18,903,608	24,395,068
A.1.5.3 Prepaid Expenses	1,290,140	1,427,245
A.1.5.4 Others	154,192	140,064
A.2 Property, plant, and equipment (A.2.1 + A.2.2 + A.2.3 + A.2.4 + A.2.5 + A.2.6 + A.2.7+ A.2.8)	150,977,994	151,755,689
A.2.1 Land and leasehold improvements	2,249,479	2,277,316
A.2.2 Buildings and related facilities	18,818,344	16,181,645
A.2.3 Computers, office and motor equipment	3,329,440	3,279,373
A.2.4 Refinery and plant equipment	173,333,925	151,935,371
A.2.5 Others, specify (A.2.5.1 + A.2.5.2 + A.2.5.3 + A.2.5.4 + A.2.5.5)	15,479,030	33,374,454
A.2.5.1 Service stations and other equipment	9,380,929	9,361,338
A.2.5.2 Construction in progress	6,098,101	24,013,116
A.2.5.3		
A.2.5.4		
A.2.5.5		
A.2.6 Appraisal increase, specify (A.2.6.1 + A.2.6.2 + A.2.6.3 + A.2.6.4 + A.2.6.5)		
A.2.6.1		
A.2.6.2		
A.2.6.3		
A.2.6.4		
A.2.6.5		
A.2.7 Accumulated Depreciation <i>(negative entry)</i>	-62,232,224	-55,292,470
A.2.8 Impairment Loss or Reversal <i>(if loss, negative entry)</i>		
A.3 Investments accounted for using the equity method (A.3.1 + A.3.2 + A.3.3 + A.3.4)	0	0
A.3.1 Equity in domestic subsidiaries/affiliates		
A.3.2 Equity in foreign branches/subsidiaries/affiliates		
A.3.3 Others, specify (A.3.3.1 + A.3.3.2 + A.3.3.3 + A.3.3.4 + A.3.3.5)		
A.3.3.1		
A.3.3.2		
A.3.3.3		
A.3.3.4		
A.3.3.5		
A.4 Investment Property	11,090	12,476
A.5 Biological Assets		
A.6 Intangible Assets	0	0
A.6.1 Major item/s, specify (A.6.1.1 + A.6.1.2)	0	0
A.6.1.1 Goodwill		
A.6.1.2		
A.6.2 Others, specify (A.6.2.1 + A.6.2.2)		
A.6.2.1		
A.6.2.2		
A.7 Assets Classified as Held for Sale	0	0
A.8 Assets included in Disposal Groups Classified as Held for Sale		

**SPECIAL FORM FOR CONSOLIDATED FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**

NAME OF CORPORATION: PETRON CORPORATION  
CURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550  
TEL. NO.: 886-3888 FAX NO.: 884-0932  
COMPANY TYPE : Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

**Table 1. Balance Sheet**

FINANCIAL DATA	2017 ( in P'000 )	2016 ( in P'000 )
A.9 Long-term receivables (net of current portion) (A.9.1 + A.9.2 + A.9.3)		
A.9.1 From domestic entities, specify (A.9.1.1 + A.9.1.2 + A.9.1.3)		
A.9.1.1		
A.9.1.2		
A.9.1.3		
A.9.2 From foreign entities, specify (A.9.2.1 + A.9.2.2 + A.9.2.3)		
A.9.2.1		
A.9.2.2		
A.9.2.3		
A.9.3 Allowance for doubtful accounts, net of current portion (negative entry)		
A.10 Other Assets (A.10.1 + A.10.2 + A.10.3 + A.10.4 + A.10.5)	37,211,687	39,260,125
A.10.1 Deferred charges - net of amortization		
A.10.2 Deferred Income Tax		
A.10.3 Advances to affiliates	4,235,727	4,124,762
A.10.4 Others, specify (A.10.4.1 + A.10.4.2 + A.10.4.3 + A.10.4.4+A.10.4.5)	32,975,960	35,135,363
A.10.4.1 Investments in subsidiaries, associates and Joint Venture	30,283,870	31,836,058
A.10.4.2 Prepaid rent		0
A.10.4.3 Catalyst	433,304	747,762
A.10.4.4 Input VAT	1,831,521	2,228,998
A.10.4.5 Others	427,265	322,545
A.10.5 Allowance for write-down of deferred charges/bad accounts (negative entry)		
<b>B. LIABILITIES (B.1 + B.2 + B.3 + B.4 + B.5)</b>	<b>212,733,239</b>	<b>206,207,833</b>
B.1 Current Liabilities (B.1.1 + B.1.2 + B.1.3 + B.1.4 + B.1.5 + B.1.6 + B.1.7)	107,206,065	142,864,587
B.1.1 Trade and Other Payables to Domestic Entities	80,134,648	103,692,856
B.1.1.1 Loans/Notes Payables	69,583,000	88,370,000
B.1.1.2 Trade Payables	7,134,946	5,750,354
B.1.1.3 Due to Related Parties	843,641	5,904,693
B.1.1.4 Advances from Directors, Officers, Employees and Principal Stockholders		
B.1.1.5 Accruals, specify material items (B.1.1.5.1 + B.1.1.5.2 + B.1.1.5.3)	1,385,465	1,641,098
B.1.1.5.1 Accrued rent, interest and payroll	1,385,465	1,641,098
B.1.1.5.2		
B.1.1.5.3		
B.1.1.6 Others, specify (B.1.1.6.1 + B.1.1.6.2 + B.1.1.6.3)	1,187,596	2,026,711
B.1.1.6.1 Specific taxes and other taxes payable	944,690	1,798,085
B.1.1.6.2 Others	242,906	228,626
B.1.1.6.3		
B.1.2 Trade and Other Payables to Foreign Entities (specify) (B.1.2.1 + B.1.2.2 + B.1.2.3)	16,446,067	14,901,673
B.1.2.1 Due to related parties	16,090,741	14,747,271
B.1.2.2 Trade Payables	355,326	154,402
B.1.2.3		
B.1.3 Provisions		
B.1.4 Financial Liabilities (excluding Trade and Other Payables and Provisions)	1,341,694	511,603
B.1.4.1 Derivative liabilities	1,341,694	511,603
B.1.4.2		
B.1.4.3		
B.1.4.4		
B.1.4.5		
B.1.5 Liabilities for Current Tax		
B.1.6 Deferred Tax Liabilities	4,603,147	3,026,332
B.1.7 Others, specify (If material, state separately; indicate if the item is payable to public/private or	4,680,509	20,732,123
B.1.7.1 Dividends declared and not paid at balance sheet date	237,843	217,536
B.1.7.2 Acceptances Payable		
B.1.7.3 Liabilities under Trust Receipts		
B.1.7.4 Portion of Long-term Debt Due within one year	3,789,206	19,996,118
B.1.7.5 Deferred Income (customer loyalty programme)	653,460	518,469
B.1.7.6 Any other current liability in excess of 5% of Total Current Liabilities, specify:	0	0
B.1.7.6.1		
B.1.7.6.2		
B.1.7.6.3		

Control No.: \_\_\_\_\_

Form Type: PHFS (rev 2006)**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**NAME OF CORPORATION: PETRON CORPORATIONCURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550TEL. NO.: 886-3888FAX NO.: 884-0932COMPANY TYPE : Oil Refining and Marketing

PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.***Table 1. Balance Sheet**

FINANCIAL DATA	2017 ( in P'000 )	2016 ( in P'000 )
B.2 Long-term Debt - Non-current Interest-bearing Liabilities (B.2.1 + B.2.2 + B.2.3 + B.2.4 + B.2.5)	97,915,539	57,598,478
B.2.1 Domestic Public Financial Institutions		
B.2.2 Domestic Public Non-Financial Institutions		
B.2.3 Domestic Private Financial Institutions	97,915,539	57,598,478
B.2.4 Domestic Private Non-Financial Institutions		
B.2.5 Foreign Financial Institutions		
B.3 Indebtedness to Affiliates and Related Parties (Non-Current)	162,243	143,458
B.4 Liabilities Included in the Disposal Groups Classified as Held for Sale		
B.5 Other Liabilities (B.5.1 + B.5.2)	7,449,392	5,601,310
B.5.1 Deferred Tax		
B.5.2 Others, specify (B.5.2.1 + B.5.2.2 + B.5.2.3 + B.5.2.4 + B.5.2.5)	7,449,392	5,601,310
B.5.2.1 Payable to a contractor	28,310	40,721
B.5.2.2 Asset retirement obligation	2,676,428	2,320,254
B.5.2.3 Retirement benefits liability	4,113,675	2,616,408
B.5.2.4 Others	630,979	623,927
B.5.2.5		
<b>C. EQUITY (C.3 + C.4 + C.5 + C.6 + C.7 + C.8 + C.9+C.10)</b>	<b>88,143,614</b>	<b>85,638,113</b>
C.1 Authorized Capital Stock (no. of shares, par value and total value; show details) (C.1.1+C.1.2+C.1.3)	10,000,000	10,000,000
C.1.1 Common shares <b>9,375,104,497 at P1.00 par value</b>	9,375,104	9,375,104
C.1.2 Preferred Shares <b>624,895,503 at P1.00 par value</b>	624,896	624,896
C.1.3 Others		
C.2 Subscribed Capital Stock (no. of shares, par value and total value) (C.2.1 + C.2.2 + C.2.3)	9,385,104	9,385,104
C.2.1 Common shares <b>9,375,104,497 at P1.00 par value</b>	9,375,104	9,375,104
C.2.2 Preferred Shares <b>10,000,000 at P1.00 par value</b>	10,000	10,000
C.2.3 Others		
C.3 Paid-up Capital Stock (C.3.1 + C.3.2)	9,485,104	9,485,104
C.3.1 Common shares	9,375,104	9,375,104
C.3.2 Preferred Shares	110,000	110,000
C.4 Additional Paid-in Capital / Capital in excess of par value / Paid-in Surplus	19,652,702	19,652,702
C.5 Non-controlling interests	0	0
C.6 Others, specify (C.6.1 + C.6.2 + C.6.3)	28,413,585	29,245,744
C.6.1 Undated Subordinated Capital Securities	30,546,231	30,546,231
C.6.2 Other reserves	<b>-2,132,646</b>	<b>-1,300,487</b>
C.6.3		
C.7 Appraisal Surplus/Revaluation Increment in Property/Revaluation Surplus		
C.8 Retained Earnings (C.8.1 + C.8.2)	40,592,223	37,254,563
C.8.1 Appropriated	15,000,000	15,000,000
C.8.2 Unappropriated	25,592,223	22,254,563
C.9 Head / Home Office Account (for Foreign Branches only)		
C.10 Cost of Stocks Held in Treasury ( <b>negative entry</b> )	<b>-10,000,000</b>	<b>-10,000,000</b>
<b>TOTAL LIABILITIES AND EQUITY (B + C)</b>	<b>300,876,853</b>	<b>291,845,946</b>

**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**

NAME OF CORPORATION: PETRON CORPORATION  
CURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550  
TEL. NO.: 886-3888 FAX NO.: 884-0932  
COMPANY TYPE : Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

**Table 2. Income Statement**

FINANCIAL DATA	2017	2016	2015
	( in P'000 )	( in P'000 )	( in P'000 )
<b>A. REVENUE / INCOME (A.1 + A.2 + A.3)</b>	<b>272,624,961</b>	<b>222,724,021</b>	<b>237,216,329</b>
A.1 Net Sales or Revenue / Receipts from Operations (manufacturing, mining,	271,117,904	225,821,357	236,263,165
A.2 Share in the Profit or Loss of Associates accounted for using the Equity			
A.3 Other Revenue (A.3.1 + A.3.2 + A.3.3 + A.3.4 + A.3.5)			
A.3.1 Rental Income from Land and Buildings			
A.3.2 Receipts from Sale of Merchandise (trading) (from Secondary Activity)			
A.3.3 Sale of Real Estate or other Property and Equipment			
A.3.4 Royalties, Franchise Fees, Copyrights (books, films, records, etc.)			
A.3.5 Others, specify (A.3.5.1 + A.3.5.2 + A.3.5.3 + A.3.5.4 + A.3.5.5 + A.3.5.6)			
A.3.5.1			
A.3.5.2			
A.3.5.3			
A.3.5.4			
A.3.5.5			
A.3.5.6			
A.3.5.7			
A.3.5.8			
A.4 Other Income (non-operating) (A.4.1 + A.4.2 + A.4.3 + A.4.4)	1,507,057	-3,097,336	953,164
A.4.1 Interest Income	500,945	543,071	749,475
A.4.2 Dividend Income	2,127,553	3,701,045	3,698,217
A.4.3 Gain / (Loss) from selling of Assets, specify			
A.4.3.1			
A.4.3.2			
A.4.3.3			
A.4.3.4			
A.4.4 Others, specify	-1,121,441	-7,341,452	-3,494,528
A.4.4.1 Impairment loss	-147,188	-5,550,755	-359,000
A.4.4.2 Foreign currency losses - net	543,049	-2,078,369	-3,315,929
A.4.4.3 Others	-1,517,302	287,672	180,401
A.4.4.4			
<b>B. COST OF GOODS SOLD (B.1 + B.2 + B.3)</b>	<b>241,563,853</b>	<b>199,679,903</b>	<b>215,331,191</b>
B.1 Cost of Goods Manufactured (B.1.1 + B.1.2 + B.1.3 + B.1.4 + B.1.5)	241,563,853	199,679,903	215,331,191
B.1.1 Direct Material Used	220,648,565	178,102,707	199,412,409
B.1.2 Direct Labor	1,513,625	1,269,835	1,175,140
B.1.3 Other Manufacturing Cost / Overhead	19,401,663	20,307,361	14,743,642
B.1.4 Goods in Process, Beginning			
B.1.5 Goods in Process, End (negative entry)			
B.2 Finished Goods, Beginning			
B.3 Finished Goods, End (negative entry)			
<b>C. COST OF SALES (C.1 + C.2 + C.3)</b>			
C.1 Purchases			
C.2 Merchandise Inventory, Beginning			
C.3 Merchandise Inventory, End (negative entry)			
<b>D. GROSS PROFIT (A - B - C)</b>	<b>31,061,108</b>	<b>23,044,118</b>	<b>21,885,138</b>

*NOTE: Pursuant to SRC Rule 68.1 (as amended in Nov. 2005), for fiscal years ending December 31, 2005 up to November 30, 2006, a comparative format of only two (2) years may be filed to give temporary relief for covered companies as the more complex PFRSs will be applied for the first time in these year end periods. After these first time applications, the requirement of three (3) year comparatives shall resume for year end reports beginning December 31, 2006 and onwards.*

**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**

NAME OF CORPORATION: PETRON CORPORATION  
 CURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550  
 TEL. NO.: 886-3888 FAX NO.: 884-0932  
 COMPANY TYPE : Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

**Table 2. Income Statement**

<b>FINANCIAL DATA</b>	<b>2017</b> ( in P'000 )	<b>2016</b> ( in P'000 )	<b>2015</b> ( in P'000 )
<b>E. OPERATING EXPENSES (E.1 + E.2 + E.3 + E.4)</b>	<b>11,037,825</b>	<b>9,926,288</b>	<b>9,478,902</b>
E.1 Selling and Administrative expenses	11,037,825	9,926,288	9,478,902
E.2 Administrative Expenses			
E.3 General Expenses			
E.4 Other Expenses, specify (E.4.1 + E.4.2 + E.4.3 + E.4.4 + E.4.5 + E.4.6 + E.4.7 +			
E.4.1 Education-related expenditures			
E.4.2			
E.4.3			
E.4.4			
E.4.5			
E.4.6			
E.4.7			
E.4.8			
E.4.9			
E.4.10			
<b>F. FINANCE COSTS (F.1 + F.2 + F.3 + F.4 + F.5)</b>	<b>8,277,288</b>	<b>7,007,891</b>	<b>4,671,621</b>
F.1 Interest on Short-Term Promissory Notes	2,295,369	2,211,518	2,949,885
F.2 Interest on Long-Term Promissory Notes	4,261,531	3,504,152	686,430
F.3 Interest on bonds, mortgages and other long-term loans			
F.4 Amortization of debt issue costs	810,869	487,077	134,363
F.5 Other interests, specify (F.5.1 + F.5.2 + F.5.3 + F.5.4 + F.5.5)	909,519	805,144	900,943
F.5.1 Bank charges	724,339	726,013	822,570
F.5.2 Accretion on ARO	182,103	75,520	66,056
F.5.3 Others	3,077	3,611	12,317
F.5.4			
F.5.5			
<b>G. NET INCOME (LOSS) BEFORE TAX (D - E - F)</b>	<b>11,745,995</b>	<b>6,109,939</b>	<b>7,734,615</b>
<b>H. INCOME TAX EXPENSE (negative entry)</b>	<b>-2,800,955</b>	<b>-414,735</b>	<b>-2,234,788</b>
<b>I. INCOME(LOSS) AFTER TAX</b>	<b>8,945,040</b>	<b>5,695,204</b>	<b>5,499,827</b>
<b>J. Amount of (i) Post-Tax Profit or Loss of Discontinued Operations; and (ii) Post-</b>			
J.1			
J.2			
<b>K. PROFIT OR LOSS ATTRIBUTABLE TO MINORITY INTEREST</b>			
<b>L PROFIT OR LOSS ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT</b>	<b>8,945,040</b>	<b>5,695,204</b>	<b>5,499,827</b>
<b>M. EARNINGS (LOSS) PER SHARE</b>	<b>0.46</b>	<b>0.13</b>	<b>0.13</b>
M.1 Basic	0.46	0.13	0.13
M.2 Diluted			

**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**

NAME OF CORPORATION: PETRON CORPORATION  
CURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550  
TEL. NO.: 886-3888 FAX NO.: 884-0932  
COMPANY TYPE: Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

**Table 3. Cash Flow Statements**

FINANCIAL DATA	2017 (in P'000)	2016 (in P'000)	2015 (in P'000)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net Income (Loss) Before Tax and Extraordinary Items	11,745,995	6,109,939	7,734,615
<b>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities</b>			
Interest expense	8,277,288	7,007,891	4,671,621
Depreciation and amortization	9,200,046	7,507,700	4,529,380
Retirement expense (income)	408,468	485,123	329,249
Interest income	-500,945	-543,071	-749,475
Unrealized foreign exchange losses (gains) -net	-851,936	387,285	133,780
Other loss (gain)	858,925	7,633,654	3,397,931
Changes in Assets and Liabilities:			
Decrease (Increase) in:			
Receivables	-3,280,227	1,792,739	15,973,171
Inventories	-11,412,610	-10,988,771	21,709,920
Other Current Assets	1,499,352	479,868	-8,553,567
Others, specify: Additional (reversal) allowance for impairment of receivables, inventory decline and/or obsolescence and others	-30,854	127,726	-158,516
Increase (Decrease) in:			
Trade and Other Payables	-1,075,035	2,663,228	-28,769,856
Income and Other Taxes Payable			
Others, specify: Liabilities for crude and product importation	1,605,015	8,257,056	-5,312,064
Contribution to retirement fund	-100,000	-135,000	0
Interest paid	-7,259,235	-6,477,324	-7,171,550
Income taxes paid	-8,172	-5,808	-24,708
Interest received	330,967	269,546	811,564
<b>A. Net Cash Provided by (Used in) Operating Activities (sum of above rows)</b>	<b>9,407,042</b>	<b>24,571,781</b>	<b>8,551,495</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Reductions from (additions to):			
Property, plant and equipment (including disposals)	-11,331,685	-18,009,316	-12,151,140
Investment properties			
Financial assets at fair value through profit or loss	1,750,000	0	0
Investments and advances	53,035	-2,990,989	-16,688,934
Decrease (increase) in:			
Other receivables	0	0	-264,674
Other noncurrent assets	-363,800	-468,342	350,030
<b>B. Net Cash Provided by (Used in) Investing Activities (sum of above rows)</b>	<b>-9,892,450</b>	<b>-21,468,647</b>	<b>-28,754,718</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from:			
Loans	293,341,194	212,300,738	214,644,014
Long-term Debt			
Issuance of Securities	0	0	0
Others, specify: Increase (decrease) in other noncurrent liabilities	542,750	107,107	-417,995
Payments of:			
(Loans)	-288,402,939	-212,269,240	-240,834,592
(Long-term Debt)			
(Stock Subscriptions)			
Others, specify (negative entry):			
Cash dividends and distributions	-5,587,073	-5,368,923	-4,948,940
Redemption of 2010 preferred shares	0	0	-10,000,000
<b>C. Net Cash Provided by (Used in) Financing Activities (sum of above rows)</b>	<b>-106,068</b>	<b>-5,230,318</b>	<b>-41,557,513</b>
<b>D. EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>	<b>-116,614</b>	<b>400,924</b>	<b>414,001</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS (A + B + C + D)</b>	<b>-708,090</b>	<b>-1,726,260</b>	<b>-61,346,735</b>
Cash and Cash Equivalents			
Beginning of year	10,103,077	73,176,072	40,216,695
End of year	9,394,987	10,103,077	73,176,072

*NOTE: Pursuant to SRC Rule 68.1 (as amended in Nov. 2005), for fiscal years ending December 31, 2005 up to November 30, 2006, a comparative format of only two (2) years may be filed to give temporary relief for covered companies as the more complex PFRSs will be applied for the first time in these year end periods. After these first time applications, the requirement of three (3) year comparatives shall resume for year end reports beginning December 31, 2006 and onwards.*

## SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES

NAME OF CORPORATION: PETRON CORPORATION  
 CURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550  
 TEL. NO.: 886-3888 FAX NO.: 884-0932  
 COMPANY TYPE : Oil Refining and Marketing PSIC: \_\_\_\_\_

If these are based on consolidated financial statements, please so indicate in the caption.

Table 4. Statement of Changes in Equity

FINANCIAL DATA	(Amount in P'000)								
	Capital Stock	Additional Paid in Capital	Undated Subordinated Capital Securities	Appropriated Retained Earnings	Unappropriated Retained Earnings	Other reserves	Non-controlling interests	Treasury Stock	TOTAL
<b>A. Balance, 2015</b>	9,485,104	19,652,702	30,546,231	25,000,000	11,950,538	-3,163,959	0	-10,000,000	83,470,616
A.1 Correction of Error(s)									0
A.2 Changes in Accounting Policy									0
<b>B. Restated Balance</b>	9,485,104	19,652,702	30,546,231	25,000,000	11,950,538	-3,163,959	0	-10,000,000	83,470,616
<b>C. Surplus</b>	0	0	0	0	0	1,863,472	0	0	1,863,472
C.1 Surplus (Deficit) on Revaluation of									0
C.2 Unrealized fair value gain on available-for-sale financial assets									0
C.3 Exchange differences on translation of foreign operations									0
C.4 Other Surplus (specify)	0	0	0	0	0	1,863,472	0	0	1,863,472
C.4.1 Equity reserve for retirement plan						1,863,472			1,863,472
C.4.2									0
C.4.3									0
C.4.4									0
C.4.5									0
<b>D. Net Income (Loss) for the Period</b>					5,695,204				5,695,204
<b>E. Dividends (negative entry)</b>					-5,391,179				-5,391,179
<b>F. Appropriation for (specify)</b>	0	0	0	15,000,000	-15,000,000	0	0	0	0
F.1 Capital projects for 2016 & 2017				15,000,000	-15,000,000				0
F.2									0
<b>G. Reversal of Appropriation for (specify)</b>	0	0	0	-25,000,000	25,000,000	0	0	0	0
G.1 Refinery Master Plan (RMP-2) Project				-25,000,000	25,000,000				0
G.2									0
<b>H. Issuance of Capital Stock</b>	0	0	0	0	0	0	0	0	0
H.1 Common Stock									0
H.2 Preferred Stock									0
H.3 Others									0
<b>I. Balance, 2016</b>	9,485,104	19,652,702	30,546,231	15,000,000	22,254,563	-1,300,487	0	-10,000,000	85,638,113
I.1 Correction of Error (s)									0
I.2 Changes in Accounting Policy									0
<b>J. Restated Balance</b>	9,485,104	19,652,702	30,546,231	15,000,000	22,254,563	-1,300,487	0	-10,000,000	85,638,113
<b>K. Surplus</b>	0	0	0	0	0	-832,159	0	0	-832,159
K.1 Surplus (Deficit) on Revaluation of									0
K.2 Unrealized fair value gain on available-for-sale financial assets									0
K.3 Exchange differences on translation of foreign operations									0
K.4 Other Surplus (specify)	0	0	0	0	0	-832,159	0	0	-832,159
K.4.1 Equity reserve for retirement plan						-832,159			-832,159
K.4.2									0
K.4.3									0
K.4.4									0
K.4.5									0
<b>L. Net Income (Loss) for the Period</b>					8,945,040				8,945,040
<b>M. Dividends and Distributions (negative entry)</b>					-5,607,380				-5,607,380
<b>N. Appropriation for (specify)</b>	0	0	0	0	0	0	0	0	0
N.1 Capital projects for 2016 & 2017									0
N.2									0
<b>O. Reversal of Appropriation for (specify)</b>	0	0	0	0	0	0	0	0	0
O.1 Refinery Master Plan (RMP-2) Project									0
O.2									0
<b>P. Issuance of Capital Stock</b>	0	0	0	0	0	0	0	0	0
P.1 Common Stock									0
P.2 Preferred Stock									0
P.3 Others									0
<b>Q. Balance, 2017</b>	9,485,104	19,652,702	30,546,231	15,000,000	25,592,223	-2,132,646	0	-10,000,000	88,143,614

Control No.: \_\_\_\_\_

Form Type: PHFS (rev 2006)**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**NAME OF CORPORATION: PETRON CORPORATIONCURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550TEL. NO.: 886-3888FAX NO.: 884-0932COMPANY TYPE : Oil Refining and Marketing

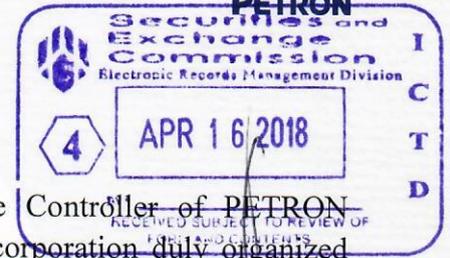
PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.***Table 5. Details of Income and Expenses, by source**

FINANCIAL DATA	2017	2016	2015
	( in P'000 )	( in P'000 )	( in P'000 )
<b>A. REVENUE / INCOME (A.1 + A.2)</b>	<b>271,117,904</b>	<b>225,821,357</b>	<b>236,263,165</b>
A.1 Net Sales or Revenue / Receipts from Operations (manufacturing, mining, utilities,	271,117,904	225,821,357	236,263,165
A.1.1 Domestic	244,582,220	204,585,367	212,723,377
A.1.2 Foreign	26,535,684	21,235,990	23,539,788
A.2 Other Revenue (A.2.1 +A.2.2)	0	0	0
A.2.1 Domestic			
A.2.2 Foreign, specify (A.2.2.1+A.2.2.2+ A.2.2.3+ A.2.2.4+ A.2.2.5+ A.2.2.6+	0	0	0
A.2.2.1 Interest Income			
A.2.2.2 Other Income (Expenses)			
A.2.2.3 Dividend Income			
A.2.2.4			
A.2.2.5			
A.2.2.6			
A.2.2.7			
A.2.2.8			
A.2.2.9			
A.2.2.10			
<b>B. EXPENSES (B.1 + B.2)</b>	<b>11,037,825</b>	<b>9,926,288</b>	<b>9,478,902</b>
B.1 Domestic	11,037,825	9,926,288	9,478,902
B.2 Foreign, specify			
B.2.1 Selling and Administrative expenses			
B.2.2			
B.2.3			
B.2.4			
B.2.5			
B.2.6			
B.2.7			
B.2.8			
B.2.9			
B.2.10.			



## CERTIFICATION

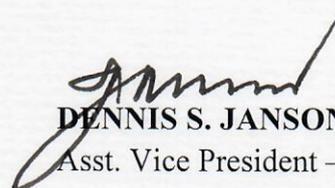


The undersigned, **DENNIS S. JANSON**, in his capacity as the ~~Controller of PETRON CORPORATION~~ (hereinafter referred to as the "Corporation"), a corporation duly organized and existing under Philippine Laws with principal address at San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550.

HEREBY CERTIFIES AND STATES THAT:

1. Pursuant to SEC Memorandum Circular 06 Series of 2006, a computer CD is submitted herewith.
2. The said computer CD contains the basic and material data in the Corporation's Audited Financial Statements for 2017.
3. This certification is hereby submitted conformably to SEC's reportorial requirements and for whatever legal purpose it may serve.

DONE this 13th day of April 2017 at Ortigas, Mandaluyong City, Metro Manila, Philippines.

  
**DENNIS S. JANSON**  
Asst. Vice President – Controllers

SUBSCRIBED AND SWORN TO before me, a Notary Public for and in the City of Mandaluyong, Metro Manila, this APR 13 2018, affiant being personally known to me and signed this instrument in my presence and avowed under penalty of law to the whole truth of the contents thereof.

Competent Evidence of Identity: P4720985A

Date/Place of Issue: 14 Oct 2017/ DFA La Union

Doc No. 459;

Page No. 93;

Book No. I;

Series of 2018

  
**LIAM S. PAGDANGANAN**  
Notary Public for Mandaluyong City  
90 San Miguel Avenue, 1550 Mandaluyong City  
Appointment No. 0423-18  
Until December 31, 2019  
Attorney's Roll No. 50213  
PTR No. 3385758/01-03-18/Mandaluyong  
IBP No. 022863/01-03-18/Bulacan  
MCLE Compliance No. V-0003247/8-12-2014

**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**

NAME OF CORPORATION: PETRON CORPORATION AND SUBSIDIARIES  
CURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550  
TEL. NO.: 886-3888 / 884-9200 FAX NO.: 884-0932  
COMPANY TYPE: Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

Table 1. Balance Sheet

FINANCIAL DATA	2017 (in P'000)	2016 (in P'000)
<b>A. ASSETS (A.1 + A.2 + A.3 + A.4 + A.5 + A.6 + A.7 + A.8 + A.9 + A.10)</b>	<b>338,030,180</b>	<b>318,892,604</b>
A.1 Current Assets (A.1.1 + A.1.2 + A.1.3 + A.1.4 + A.1.5)	145,490,641	125,817,542
A.1.1 Cash and cash equivalents (A.1.1.1 + A.1.1.2 + A.1.1.3)	17,014,335	17,331,813
A.1.1.1 On hand	2,700,791	1,793,842
A.1.1.2 In domestic banks/entities	7,479,882	9,191,914
A.1.1.3 In foreign banks/entities	6,833,662	6,346,057
A.1.2 Trade and Other Receivables (A.1.2.1 + A.1.2.2)	38,159,474	31,548,330
A.1.2.1 Due from domestic entities (A.1.2.1.1 + A.1.2.1.2 + A.1.2.1.3 + A.1.2.1.4)	27,863,589	23,204,949
A.1.2.1.1 Due from customers (trade)	17,676,423	13,188,147
A.1.2.1.2 Due from related parties	5,998,896	6,128,314
A.1.2.1.3 Others, specify (A.1.2.1.3.1 + A.1.2.1.3.2)	5,230,793	4,975,772
A.1.2.1.3.1 Government	4,777,962	4,546,695
A.1.2.1.3.2 Others	452,831	429,077
A.1.2.1.4 Allowance for doubtful accounts <b>(negative entry)</b>	<b>(1,042,523)</b>	<b>(1,087,284)</b>
A.1.2.2 Due from foreign entities, specify (A.1.2.2.1 + A.1.2.2.2 + A.1.2.2.3 + A.1.2.2.4)	10,295,885	8,343,381
A.1.2.2.1 Due from customers (trade)	8,522,977	5,149,411
A.1.2.2.2 Government	1,373,013	2,893,941
A.1.2.2.3 Others	538,785	359,171
A.1.2.2.4 Allowance for doubtful accounts <b>(negative entry)</b>	<b>(138,890)</b>	<b>(59,142)</b>
A.1.3 Inventories (A.1.3.1 + A.1.3.2 + A.1.3.3 + A.1.3.4 + A.1.3.5 + A.1.3.6)	56,603,944	44,146,929
A.1.3.1 Crude oil and others	29,538,297	24,473,640
A.1.3.2 Goods in process (including unfinished goods, growing crops, unfinished seeds)		
A.1.3.3 Finished goods	20,358,364	13,419,049
A.1.3.4 Merchandise/Goods in transit		
A.1.3.5 Unbilled Services (in case of service providers)		
A.1.3.6 Others, specify (A.1.3.6.1 + A.1.3.6.2)	6,707,283	6,254,240
A.1.3.6.1 Materials and supplies	4,163,288	3,500,708
A.1.3.6.2 Lubes, greases and aftermarket specialties	2,543,995	2,753,532
A.1.4 Financial Assets other than Cash/Receivables/Equity investments (A.1.4.1 + A.1.4.2 + A.1.4.3 + A.1.4.4 + A.1.4.5)	534,527	291,766
A.1.4.1 Financial Assets at Fair Value through Profit or Loss - issued by domestic entities:	190,558	165,142
A.1.4.1.1 National Government		
A.1.4.1.2 Public Financial Institutions	0	0
A.1.4.1.3 Public Non-Financial Institutions	170,353	156,504
A.1.4.1.4 Private Financial Institutions	20,205	8,638
A.1.4.1.5 Private Non-Financial Institutions		
A.1.4.2 Held to Maturity Investments - issued by domestic entities:	0	0
A.1.4.2.1 National Government		
A.1.4.2.2 Public Financial Institutions		
A.1.4.2.3 Public Non-Financial Institutions		
A.1.4.2.4 Private Financial Institutions		
A.1.4.2.5 Private Non-Financial Institutions		

NOTE:

This special form is applicable to Investment Companies and Publicly-held Companies (enumerated in Section 17.2 of the Securities Regulation Code (SRC), except banks and insurance companies). As a supplemental form to PHFS, it shall be used for reporting Consolidated Financial Statements of Parent corporations and their subsidiaries.

Domestic corporations are those which are incorporated under Philippine laws or branches/subsidiaries of foreign corporations that are licensed to do business in the Philippines where the center of economic interest or activity is within the Philippines. On the other hand, foreign corporations are those that are incorporated abroad, including branches of Philippine corporations operating abroad.

Financial Institutions are corporations principally engaged in financial intermediation, facilitating financial intermediation, or auxiliary financial services. Non-Financial institutions refer to corporations that are primarily engaged in the production of market goods and non-financial services.

**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**

NAME OF CORPORATION: PETRON CORPORATION AND SUBSIDIARIES  
 CURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550  
 TEL. NO.: 886-3888 / 884-9200 FAX NO.: 884-0932  
 COMPANY TYPE: Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

**Table 1. Balance Sheet**

FINANCIAL DATA	2017 ( in P'000 )	2016 ( in P'000 )
A.1.4.3 Loans and Receivables - issued by domestic entities:		
A.1.4.3.1 National Government		
A.1.4.3.2 Public Financial Institutions		
A.1.4.3.3 Public Non-Financial Institutions		
A.1.4.3.4 Private Financial Institutions		
A.1.4.3.5 Private Non-Financial Institutions		
A.1.4.4 Available-for-sale financial assets - issued by domestic entities:	199,075	71,153
A.1.4.4.1 National Government	29,878	20,442
A.1.4.4.2 Public Financial Institutions		
A.1.4.4.3 Public Non-Financial Institutions	0	50,711
A.1.4.4.4 Private Financial Institutions		
A.1.4.4.5 Private Non-Financial Institutions	169,197	
A.1.4.5 Financial Assets issued by foreign entities: (A.1.4.5.1+A.1.4.5.2+A.1.4.5.3+A.1.4.5.4)	144,894	55,471
A.1.4.5.1 Financial Assets at fair value through profit or loss	144,894	55,471
A.1.4.5.2 Held-to-maturity investments		
A.1.4.5.3 Loans and Receivables		
A.1.4.5.4 Available-for-sale financial assets		
A.1.4.6 Allowance for decline in market value (negative entry)		
A.1.5 Other Current Assets (state separately material items) (A.1.5.1 + A.1.5.2 + A.1.5.3 + A.1.5.4 +	33,178,361	32,498,704
A.1.5.1 Input VAT	12,336,962	6,096,531
A.1.5.2 Prepaid Taxes	19,024,688	24,478,107
A.1.5.3 Prepaid Expenses	1,382,828	1,517,567
A.1.5.4 Asset held for sale	9,464	0
A.1.5.5 Others	424,419	406,499
A.2 Property, plant, and equipment (A.2.1 + A.2.2 + A.2.3 + A.2.4 + A.2.5 + A.2.6 + A.2.7+ A.2.8)	177,689,577	176,603,760
A.2.1 Land and leasehold improvements	14,630,978	14,003,596
A.2.2 Buildings and improvements and related facilities	32,504,046	28,903,086
A.2.3 Computers, office and motor equipment	4,950,707	4,652,144
A.2.4 Refinery and plant equipment	185,303,894	162,263,088
A.2.5 Others, specify (A.2.5.1 + A.2.5.2 + A.2.5.3 + A.2.5.4 + A.2.5.5)	24,865,083	41,490,834
A.2.5.1 Service stations and other equipment	17,435,824	16,172,248
A.2.5.2 Construction in progress	7,429,259	25,318,586
A.2.5.3		
A.2.5.4		
A.2.5.5		
A.2.6 Appraisal increase, specify (A.2.6.1 + A.2.6.2 + A.2.6.3 + A.2.6.4 + A.2.6.5)		
A.2.6.1		
A.2.6.2		
A.2.6.3		
A.2.6.4		
A.2.6.5		
A.2.7 Accumulated Depreciation (negative entry)	(84,565,131)	(74,708,988)
A.2.8 Impairment Loss or Reversal (if loss, negative entry)		
A.3 Investments accounted for using the equity method (A.3.1 + A.3.2 + A.3.3 + A.3.4)	0	1,883,005
A.3.1 Equity in domestic subsidiaries/affiliates	0	1,883,005
A.3.2 Equity in foreign branches/subsidiaries/affiliates		
A.3.3 Others, specify (A.3.3.1 + A.3.3.2 + A.3.3.3 + A.3.3.4 + A.3.3.5)		
A.3.3.1		
A.3.3.2		
A.3.3.3		
A.3.3.4		
A.3.3.5		
A.4 Investment Property	75,034	91,420
A.5 Biological Assets		
A.6 Intangible Assets	8,276,542	7,480,170
A.6.1 Major item/s, specify (A.6.1.1 + A.6.1.2)	8,276,542	7,480,170
A.6.1.1 Goodwill - net	8,276,542	7,480,170
A.6.1.2		
A.6.2 Others, specify (A.6.2.1 + A.6.2.2)		
A.6.2.1		
A.6.2.2		
A.7 Assets Classified as Held for Sale		
A.8 Assets included in Disposal Groups Classified as Held for Sale		

Control No.: \_\_\_\_\_  
Form Type: PHFS (rev 2006)

**SPECIAL FORM FOR CONSOLIDATED FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**

NAME OF CORPORATION: PETRON CORPORATION AND SUBSIDIARIES  
CURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550  
TEL. NO.: 886-3888 / 884-9200 FAX NO.: 884-0932  
COMPANY TYPE: Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

Table 1. Balance Sheet

FINANCIAL DATA	2017 ( in P'000 )	2016 ( in P'000 )
A.9 Long-term receivables (net of current portion) (A.9.1 + A.9.2 + A.9.3)		
A.9.1 From domestic entities, specify (A.9.1.1 + A.9.1.2 + A.9.1.3)		
A.9.1.1		
A.9.1.2		
A.9.1.3		
A.9.2 From foreign entities, specify (A.9.2.1 + A.9.2.2 + A.9.2.3)		
A.9.2.1		
A.9.2.2		
A.9.2.3		
A.9.3 Allowance for doubtful accounts, net of current portion (negative entry)		
A.10 Other Assets (A.10.1 + A.10.2 + A.10.3 + A.10.4 + A.10.5)	6,498,386	7,016,707
A.10.1 Deferred charges - net of amortization		
A.10.2 Deferred Income Tax	207,331	193,769
A.10.3 Advance/Miscellaneous deposits		
A.10.4 Others, specify (A.10.4.1 + A.10.4.2 + A.10.4.3 + A.10.4.4+A.10.4.5+A.10.4.6)	6,291,055	6,822,938
A.10.4.1 Available-for-sale financial assets	332,071	408,223
A.10.4.2 Due from related parties	0	0
A.10.4.3 Prepaid rent	2,600,308	2,211,248
A.10.4.4 Input VAT (non-current)	1,831,521	2,228,998
A.10.4.5 Catalyst - net (non-current)	502,842	832,870
A.10.4.6 Others - net	1,024,313	1,141,599
A.10.5 Allowance for write-down of deferred charges/bad accounts (negative entry)		
<b>B. LIABILITIES (B.1 + B.2 + B.3 + B.4 + B.5)</b>	<b>238,411,356</b>	<b>230,072,863</b>
B.1 Current Liabilities (B.1.1 + B.1.2 + B.1.3 + B.1.4 + B.1.5 + B.1.6 + B.1.7)	124,495,718	158,808,242
B.1.1 Trade and Other Payables to Domestic Entities	80,701,087	104,066,392
B.1.1.1 Loans/Notes Payables	69,583,000	88,370,000
B.1.1.2 Trade Payables	6,942,994	5,733,197
B.1.1.3 Payables to Related Parties	794,817	5,873,745
B.1.1.4 Advances from Directors, Officers, Employees and Principal Stockholders		
B.1.1.5 Accruals, specify material items (B.1.1.5.1 + B.1.1.5.2 + B.1.1.5.3)	1,390,707	1,647,079
B.1.1.5.1 Accrued rent	817,183	891,718
B.1.1.5.2 Accrued interest	532,941	703,349
B.1.1.5.3 Accrued payroll	40,583	52,012
B.1.1.6 Others, specify (B.1.1.6.1 + B.1.1.6.2 + B.1.1.6.3)	1,989,569	2,442,371
B.1.1.6.1 Specific taxes and other taxes payable	972,530	1,829,001
B.1.1.6.2 Others	1,017,039	613,370
B.1.1.6.3		
B.1.2 Trade and Other Payables to Foreign Entities (specify) (B.1.2.1 + B.1.2.2 + B.1.2.3)	36,143,770	31,458,595
B.1.2.1 Loans/Notes Payables	0	1,996,076
B.1.2.2 Trade Payables	35,491,584	28,374,533
B.1.2.3 Payables to Related Parties	4,588	3,472
B.1.2.4 Specific taxes and other taxes payable	385,016	523,498
B.1.2.5 Accruals and others	262,582	561,016
B.1.2.6		
B.1.3 Provisions		
B.1.4 Financial Liabilities (excluding Trade and Other Payables and Provisions)	1,791,227	778,199
B.1.4.1 Derivative liabilities	1,791,227	778,199
B.1.4.2		
B.1.4.3		
B.1.4.4		
B.1.4.5		
B.1.5 Liabilities for Current Tax	808,374	626,067
B.1.6 Deferred Tax Liabilities		
B.1.7 Others, specify (If material, state separately; indicate if the item is payable to public/private or	5,051,260	21,878,989
B.1.7.1 Dividends declared and not paid at balance sheet date	238,543	217,536
B.1.7.2 Acceptances Payable		
B.1.7.3 Liabilities under Trust Receipts		
B.1.7.4 Portion of Long-term Debt Due within one year	3,789,205	20,910,954
B.1.7.5 Deferred Income (customer loyalty programme)	1,023,512	750,499
B.1.7.6 Any other current liability in excess of 5% of Total Current Liabilities, specify:		
B.1.7.6.1		
B.1.7.6.2		
B.1.7.6.3		

Control No.: \_\_\_\_\_  
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**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**

NAME OF CORPORATION: PETRON CORPORATION AND SUBSIDIARIES  
 CURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550  
 TEL. NO.: 886-3888 / 884-9200 FAX NO.: 884-0932  
 COMPANY TYPE : Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

**Table 1. Balance Sheet**

FINANCIAL DATA	2017 ( in P'000 )	2016 ( in P'000 )
B.2 Long-term Debt - Non-current Interest-bearing Liabilities (B.2.1 + B.2.2 + B.2.3 + B.2.4 + B.2.5)	97,915,539	58,941,527
B.2.1 Domestic Public Financial Institutions		
B.2.2 Domestic Public Non-Financial Institutions		
B.2.3 Domestic Private Financial Institutions	97,915,539	57,598,478
B.2.4 Domestic Private Non-Financial Institutions		
B.2.5 Foreign Financial Institutions	0	1,343,049
B.3 Indebtedness to Affiliates and Related Parties (Non-Current)		
B.4 Liabilities Included in the Disposal Groups Classified as Held for Sale		
B.5 Other Liabilities (B.5.1 + B.5.2)	16,000,099	12,323,094
B.5.1 Deferred Tax	7,397,048	5,725,530
B.5.2 Others, specify (B.5.2.1 + B.5.2.2 + B.5.2.3 + B.5.2.4 + B.5.2.5)	8,603,051	6,597,564
B.5.2.1 Payable to a contractor	3,396	0
B.5.2.2 Asset retirement obligation	2,680,611	2,323,651
B.5.2.3 Retirement benefits liability	4,885,370	3,315,405
B.5.2.4 Others	1,033,674	958,508
B.5.2.5		
<b>C. EQUITY (C.3 + C.4 + C.5 + C.6 + C.7 + C.8 + C.9+C.10)</b>	<b>99,618,824</b>	<b>88,819,741</b>
C.1 Authorized Capital Stock (no. of shares, par value and total value; show details) (C.1.1+C.1.2+C.1.3)	10,000,000	10,000,000
C.1.1 Common shares <b>9,375,104,497 at P1.00 par value</b>	9,375,104	9,375,104
C.1.2 Preferred Shares <b>624,895,503 at P1.00 par value</b>	624,896	624,896
C.1.3 Others		
C.2 Subscribed Capital Stock (no. of shares, par value and total value) (C.2.1 + C.2.2 + C.2.3)	9,385,104	9,385,104
C.2.1 Common shares <b>9,375,104,497 at P1.00 par value</b>	9,375,104	9,375,104
C.2.2 Preferred Shares <b>10,000,000 at P1.00 par value</b>	10,000	10,000
C.2.3 Others		
C.3 Paid-up Capital Stock (C.3.1 + C.3.2)	9,485,104	9,485,104
C.3.1 Common shares	9,375,104	9,375,104
C.3.2 Preferred shares	110,000	110,000
C.4 Additional Paid-in Capital / Capital in excess of par value / Paid-in Surplus	19,652,702	19,652,702
C.5 Non-controlling interests	5,964,012	4,329,300
C.6 Others, specify (C.6.1 + C.6.2 + C.6.3)	25,374,871	23,342,134
C.6.1 Undated Subordinated Capital Securities	30,546,231	30,546,231
C.6.2 Equity reserves	(5,171,360)	(7,204,097)
C.6.3		
C.7 Appraisal Surplus/Revaluation Increment in Property/Revaluation Surplus		
C.8 Retained Earnings (C.8.1 + C.8.2)	49,142,135	42,010,501
C.8.1 Appropriated	15,160,000	15,160,000
C.8.2 Unappropriated	33,982,135	26,850,501
C.9 Head / Home Office Account (for Foreign Branches only)		
C.10 Cost of Stocks Held in Treasury ( <b>negative entry</b> )	(10,000,000)	(10,000,000)
<b>TOTAL LIABILITIES AND EQUITY (B + C)</b>	<b>338,030,180</b>	<b>318,892,604</b>

**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**

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 TEL. NO.: 886-3888 / 884-9200 FAX NO.: 884-0932  
 COMPANY TYPE: Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

**Table 2. Income Statement**

FINANCIAL DATA	2017	2016	2015
	( in P'000 )	( in P'000 )	( in P'000 )
<b>A. REVENUE / INCOME (A.1 + A.2 + A.3 + A.4)</b>	<b>435,221,685</b>	<b>344,413,499</b>	<b>360,996,431</b>
A.1 Net Sales or Revenue / Receipts from Operations (manufacturing, mining,	434,624,264	343,840,277	360,177,633
A.2 Share in the Profit or Loss of Associate accounted for using the Equity Method	62,655	65,843	132,607
A.3 Other Revenue (A.3.1 + A.3.2 + A.3.3 + A.3.4 + A.3.5)			
A.3.1 Rental Income from Land and Buildings			
A.3.2 Receipts from Sale of Merchandise (trading) (from Secondary Activity)			
A.3.3 Sale of Real Estate or other Property and Equipment			
A.3.4 Royalties, Franchise Fees, Copyrights (books, films, records, etc.)			
A.3.5 Others, specify (A.3.5.1 + A.3.5.2 + A.3.5.3 + A.3.5.4 + A.3.5.5 + A.3.5.6)			
A.3.5.1 Rental Income, Equipment			
A.3.5.2			
A.3.5.3			
A.3.5.4			
A.3.5.5			
A.3.5.6			
A.3.5.7			
A.3.5.8			
A.4 Other Income (non-operating) (A.4.1 + A.4.2 + A.4.3 + A.4.4)	534,766	507,379	686,191
A.4.1 Interest Income	534,766	507,379	686,191
A.4.2 Dividend Income			
A.4.3 Gain / (Loss) from selling of Assets, specify			
A.4.3.1			
A.4.3.2			
A.4.3.3			
A.4.3.4			
A.4.4 Others, specify	0	0	0
A.4.4.1 Other Income (Expenses)	0	0	0
A.4.4.2			
A.4.4.3			
A.4.4.4			
<b>B. COST OF GOODS SOLD (B.1 + B.2 + B.3)</b>	<b>391,968,918</b>	<b>306,125,344</b>	<b>328,733,504</b>
B.1 Cost of Goods Manufactured (B.1.1 + B.1.2 + B.1.3 + B.1.4 + B.1.5)	391,968,918	306,125,344	328,733,504
B.1.1 Direct Material Used	369,695,025	283,169,248	311,525,638
B.1.2 Direct Labor	1,924,737	1,646,597	1,564,995
B.1.3 Other Manufacturing Cost / Overhead	20,349,156	21,309,499	15,642,871
B.1.4 Goods in Process, Beginning			
B.1.5 Goods in Process, End ( <b>negative entry</b> )			
B.2 Finished Goods, Beginning			
B.3 Finished Goods, End ( <b>negative entry</b> )			
<b>C. COST OF SALES (C.1 + C.2 + C.3)</b>			
C.1 Purchases			
C.2 Merchandise Inventory, Beginning			
C.3 Merchandise Inventory, End ( <b>negative entry</b> )			
<b>D. GROSS PROFIT (A - B - C)</b>	<b>43,252,767</b>	<b>38,288,155</b>	<b>32,262,927</b>

*NOTE: Pursuant to SRC Rule 68.1 (as amended in Nov. 2005), for fiscal years ending December 31, 2005 up to November 30, 2006, a comparative format of only two (2) years may be filed to give temporary relief for covered companies as the more complex PFRSs will be applied for the first time in these year end periods. After these first time applications, the requirement of three (3) year comparatives shall resume for year end reports beginning December 31, 2006 and onwards.*

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 COMPANY TYPE : Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

**Table 2. Income Statement**

<b>FINANCIAL DATA</b>	<b>2017</b> ( in P'000 )	<b>2016</b> ( in P'000 )	<b>2015</b> ( in P'000 )
<b>E. OPERATING EXPENSES (E.1 + E.2 + E.3 + E.4)</b>	<b>15,923,382</b>	<b>16,353,226</b>	<b>16,804,587</b>
E.1 Selling and Administrative expenses	15,016,672	13,917,727	13,309,655
E.2 Administrative Expenses			
E.3 General Expenses			
E.4 Other Expenses, specify (E.4.1 + E.4.2 + E.4.3 + E.4.4 + E.4.5 + E.4.6 + E.4.7 +	906,710	2,435,499	3,494,932
E.4.1 Education-related expenditures			
E.4.2 Other Expenses	906,710	2,435,499	3,494,932
E.4.3			
E.4.4			
E.4.5			
E.4.6			
E.4.7			
E.4.8			
E.4.9			
E.4.10			
<b>F. FINANCE COSTS (F.1 + F.2 + F.3 + F.4 + F.5)</b>	<b>8,487,299</b>	<b>7,557,045</b>	<b>5,533,170</b>
F.1 Interest on Short-Term Loans	2,322,581	2,323,131	3,284,249
F.2 Interest on Long-Term Loans	4,320,078	3,656,884	869,174
F.3 Interest on bonds, mortgages and other long-term loans			
F.4 Amortization of debt issue costs	820,255	498,464	144,147
F.5 Other interests, specify (F.5.1 + F.5.2 + F.5.3 + F.5.4 + F.5.5)	1,024,385	1,078,566	1,235,600
F.5.1 Bank charges	838,836	999,190	1,156,744
F.5.2 Accretion on ARO	182,452	75,765	66,355
F.5.3 Others	3,097	3,611	12,501
F.5.4			
F.5.5			
<b>G. NET INCOME (LOSS) BEFORE TAX (D - E - F)</b>	<b>18,842,086</b>	<b>14,377,884</b>	<b>9,925,170</b>
<b>H. INCOME TAX EXPENSE (negative entry)</b>	<b>(4,755,235)</b>	<b>(3,556,054)</b>	<b>(3,655,114)</b>
<b>I. INCOME(LOSS) AFTER TAX</b>	<b>14,086,851</b>	<b>10,821,830</b>	<b>6,270,056</b>
<b>J. Amount of (i) Post-Tax Profit or Loss of Discontinued Operations; and (ii) Post-</b>			
J.1			
J.2			
<b>K. PROFIT OR LOSS ATTRIBUTABLE TO MINORITY INTEREST</b>	<b>1,347,837</b>	<b>721,644</b>	<b>652,414</b>
<b>L PROFIT OR LOSS ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT</b>	<b>12,739,014</b>	<b>10,100,186</b>	<b>5,617,642</b>
<b>M. EARNINGS (LOSS) PER SHARE</b>	<b>0.86</b>	<b>0.60</b>	<b>0.15</b>
M.1 Basic	0.86	0.60	0.15
M.2 Diluted			

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 COMPANY TYPE: Oil Refining and Marketing PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

**Table 3. Cash Flow Statements**

FINANCIAL DATA	2017 ( in P'000 )	2016 ( in P'000 )	2015 ( in P'000 )
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net Income Before Tax and Extraordinary Items	18,842,086	14,377,884	9,925,170
<b>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities</b>			
Share in net income of an associate	(62,655)	(65,843)	(132,607)
Retirement benefits cost	508,159	578,578	419,004
Interest expense and other financing charges	8,487,299	7,557,045	5,533,170
Depreciation and amortization	10,979,087	9,505,064	6,271,923
Interest income	(534,766)	(507,379)	(686,191)
Unrealized foreign exchange losses (gains) - net	(880,285)	529,390	86,558
Other losses (gains)	593,506	538,404	303,635
Changes in noncash assets, certain current liabilities and others	(13,042,648)	4,550,263	(5,483,596)
Interest paid	(7,491,593)	(7,014,443)	(8,020,165)
Income taxes paid	(1,919,827)	(901,801)	(513,340)
Contributions to retirement fund	(100,000)	(135,000)	-
Interest received	376,004	256,990	764,160
<b>A. Net Cash Provided by (Used in) Operating Activities (sum of above rows)</b>	<b>15,754,367</b>	<b>29,269,152</b>	<b>8,467,721</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Net additions to (including disposals):			
Property, plant and equipment	(11,947,496)	(18,786,161)	(13,368,414)
Proceeds from sale of an investment property	16,038	17,689	-
Increase in:			
Other receivables	-	-	(264,674)
Other noncurrent assets	(969,023)	(535,654)	(694,348)
Reductions from (additions to):			
Investment in shares of stock of an associate	1,750,000	-	(525,000)
Available-for-sale financial assets	(60,577)	138,759	260,402
<b>B. Net Cash Used in Investing Activities (sum of above rows)</b>	<b>(11,211,058)</b>	<b>(19,165,367)</b>	<b>(14,592,034)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from availment of loans	298,668,983	226,359,674	222,099,239
Payments of:			
Loans	(298,198,884)	(230,924,010)	(256,731,763)
Cash dividends and distribution	(5,773,097)	(5,537,144)	(5,517,008)
Purchase of non-controlling interest in a subsidiary	-	(1,921,291)	-
Redemption of preferred shares	-	-	(25,641,500)
Increase (decrease) in other noncurrent liabilities	587,708	(2,556)	(551,470)
<b>C. Net Cash Provided by (Used in) Financing Activities (sum of above rows)</b>	<b>(4,715,290)</b>	<b>(12,025,327)</b>	<b>(66,342,502)</b>
<b>D. EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>	<b>(145,497)</b>	<b>372,370</b>	<b>745,989</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)</b>	<b>(317,478)</b>	<b>(1,549,172)</b>	<b>(71,720,826)</b>
Cash and Cash Equivalents			
Beginning of year	17,331,813	18,880,985	90,601,811
End of year	17,014,335	17,331,813	18,880,985

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CURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550

TEL. NO.: 886-3888 / 884-9200

FAX NO.: 884-0932

COMPANY TYPE: Oil Refining and Marketing

PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.*

**Table 4. Statement of Changes in Equity**

FINANCIAL DATA	(Amount in P'000)								
	Capital Stock	Additional Paid-in Capital	Undated Subordinated Capital Securities	Appropriated Retained Earnings	Unappropriated Retained Earnings	Equity Reserves	Treasury Stock	Non-controlling Interests	TOTAL
<b>A. Balance, 2015</b>	9,485,104	19,652,702	30,546,231	25,082,000	16,629,502	(8,766,505)	(10,000,000)	471,492	83,100,526
A.1 Correction of Error(s)									-
A.2 Changes in Accounting Policy									-
<b>B. Restated Balance</b>	9,485,104	19,652,702	30,546,231	25,082,000	16,629,502	(8,766,505)	(10,000,000)	471,492	83,100,526
<b>C. Surplus</b>	-	-	-	-	-	1,562,408	-	(1,106,123)	456,285
C.1 Surplus (Deficit) on Revaluation of									-
C.2 Unrealized fair value loss on available-for-sale financial assets - net of tax						(1,070)			(1,070)
C.3 Exchange differences on translation of foreign operations						784,296		(260,537)	523,759
C.4 Other Surplus (specify)	-	-	-	-	-	779,182	-	(845,586)	(66,404)
C.4.1 Equity reserve for retirement plan - net of tax						1,855,321		(3,422)	1,851,899
C.4.2 Share in other comprehensive gain of an associate and joint ventures						2,687			2,687
C.4.3 Reserve arising from the acquisition of additional interest in a subsidiary						(570,324)		570,324	-
C.4.4 Reserve arising from the purchase of non-controlling interest in a subsidiary						(508,502)		(1,412,468)	(1,920,990)
<b>D. Transfer from non-controlling interests</b>					(4,410,008)			4,410,008	-
<b>E. Net Income (Loss) for the Period</b>					10,100,186			721,644	10,821,830
<b>F. Dividends and Distributions (negative entry)</b>					(5,391,179)			(167,721)	(5,558,900)
<b>G. Appropriation for (specify)</b>	-	-	-	15,080,000	(15,080,000)	-	-	-	-
F.1 Capital projects of the Parent Company in 2016 and 2017 which are expected to be completed within 5 years from the date of approval				15,000,000	(15,000,000)				-
F.2 Acquisition of parcels of land in 2017 by a subsidiary				80,000	(80,000)				-
<b>H. Reversal of Appropriation</b>				(25,002,000)	25,002,000				-
<b>I. Issuance of Capital Stock</b>	-	-	-	-	-	-	-	-	-
I.1 Common Stock									-
I.2 Preferred Stock									-
I.3 Others									-
<b>J. Acquisition of Own Capital Stock</b>									-
<b>K. Balance, 2016</b>	9,485,104	19,652,702	30,546,231	15,160,000	26,850,501	(7,204,097)	(10,000,000)	4,329,300	88,819,741
K.1 Correction of Error (s)									-
K.2 Changes in Accounting Policy									-
<b>L. Restated Balance</b>	9,485,104	19,652,702	30,546,231	15,160,000	26,850,501	(7,204,097)	(10,000,000)	4,329,300	88,819,741
<b>M. Surplus</b>	-	-	-	-	-	2,032,737	-	472,632	2,505,369
M.1 Surplus (Deficit) on Revaluation of									-
M.2 Unrealized fair value loss on available-for-sale financial assets - net of tax						(3,029)			(3,029)
M.3 Exchange differences on translation of foreign operations						2,837,533		465,098	3,302,631
M.4 Other Surplus (specify)	-	-	-	-	-	(801,767)	-	7,534	(794,233)
M.4.1 Equity reserve for retirement plan - net of tax						(801,122)		7,534	(793,588)
M.4.2 Share in other comprehensive loss of a joint venture						(645)			(645)
<b>N. Net Income (Loss) for the Period</b>					12,739,014			1,347,837	14,086,851
<b>O. Dividends and Distributions (negative entry)</b>					(5,607,380)			(185,757)	(5,793,137)
<b>P. Appropriation for (specify)</b>	-	-	-	-	-	-	-	-	-
P.1									-
P.2									-
P.3									-
<b>Q. Issuance of Capital Stock</b>	-	-	-	-	-	-	-	-	-
Q.1 Common Stock									-
Q.2 Preferred Stock									-
Q.3 Others									-
<b>R. Balance, 2017</b>	9,485,104	19,652,702	30,546,231	15,160,000	33,982,135	(5,171,360)	(10,000,000)	5,964,012	99,618,824

Control No.: \_\_\_\_\_

Form Type: PHFS (rev 2006)**SPECIAL FORM FOR FINANCIAL STATEMENTS OF PUBLICLY-HELD AND INVESTMENT COMPANIES**NAME OF CORPORATION: PETRON CORPORATION AND SUBSIDIARIESCURRENT ADDRESS: San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550TEL. NO.: 886-3888 / 884-9200FAX NO.: 884-0932COMPANY TYPE : Oil Refining and Marketing

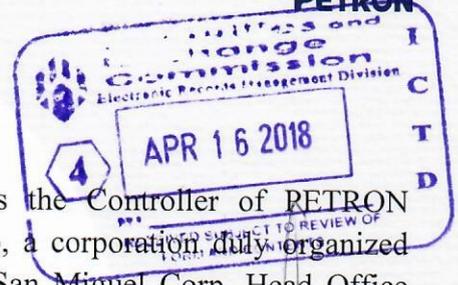
PSIC: \_\_\_\_\_

*If these are based on consolidated financial statements, please so indicate in the caption.***Table 5. Details of Income and Expenses, by source**

FINANCIAL DATA	2017	2016	2015
	( in P'000 )	( in P'000 )	( in P'000 )
<b>A. REVENUE / INCOME (A.1 + A.2)</b>	<b>435,221,685</b>	<b>344,413,499</b>	<b>360,996,431</b>
A.1 Net Sales or Revenue / Receipts from Operations (manufacturing, mining, utilities,	434,624,264	343,840,277	360,177,633
A.1.1 Domestic	271,318,743	205,411,128	213,633,363
A.1.2 Foreign	163,305,521	138,429,149	146,544,270
A.2 Other Revenue (A.2.1 +A.2.2)	597,421	573,222	818,798
A.2.1 Domestic	424,727	458,814	722,277
A.2.2 Foreign, specify (A.2.2.1+A.2.2.2+ A.2.2.3+ A.2.2.4+ A.2.2.5+ A.2.2.6+	172,694	114,408	96,521
A.2.2.1 Interest Income	172,694	114,408	96,521
A.2.2.2 Other Income	0	0	0
A.2.2.3			
A.2.2.4			
A.2.2.5			
A.2.2.6			
A.2.2.7			
A.2.2.8			
A.2.2.9			
A.2.2.10			
<b>B. EXPENSES (B.1 + B.2)</b>	<b>15,923,382</b>	<b>16,353,226</b>	<b>16,804,587</b>
B.1 Domestic	12,735,447	12,329,346	12,945,101
B.2 Foreign, specify	3,187,935	4,023,880	3,859,486
B.2.1 Selling and Administrative expenses	3,941,252	3,803,756	3,723,320
B.2.2 Other Expenses (Income)	-753,317	220,124	136,166
B.2.3			
B.2.4			
B.2.5			
B.2.6			
B.2.7			
B.2.8			
B.2.9			
B.2.10.			



## CERTIFICATION

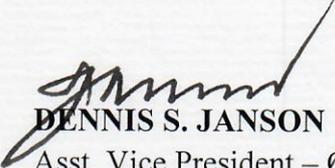


The undersigned, **DENNIS S. JANSON**, in his capacity as the Controller of **RETRON CORPORATION** (hereinafter referred to as the "Corporation"), a corporation duly organized and existing under Philippine Laws with principal address at San Miguel Corp. Head Office Complex, 40 San Miguel Ave., Mandaluyong City, 1550.

HEREBY CERTIFIES AND STATES THAT:

1. Pursuant to SEC Memorandum Circular 06 Series of 2006, a computer CD is submitted herewith.
2. The said computer CD contains the basic and material data in the Corporation's Audited Consolidated Financial Statements for 2017.
3. This certification is hereby submitted conformably to SEC's reportorial requirements and for whatever legal purpose it may serve.

DONE this 13th day of April 2017 at Ortigas, Mandaluyong City, Metro Manila, Philippines.

  
**DENNIS S. JANSON**  
Asst. Vice President – Controllers

SUBSCRIBED AND SWORN TO before me, a Notary Public for and in the City of Mandaluyong, Metro Manila, this APR 13 2018, affiant being personally known to me and signed this instrument in my presence and avowed under penalty of law to the whole truth of the contents thereof.

Competent Evidence of Identity: P4720985A

Date/Place of Issue: 14 Oct 2017 / DFA La Union

Doc No. 460;

Page No. 93;

Book No. I;

Series of 2018

  
**LIAM S. PAGDANGANAN**  
Notary Public for Mandaluyong City  
100 San Miguel Avenue, 1550 Mandaluyong City  
Appointment No. 0423-18  
Until December 31, 2019  
Attorney's Roll No. 50213  
PTR No. 3388758/01-03-18/Mandaluyong  
IBP No. 022863/01-03-18/Bulacan  
MCLE Compliance No. V-0003247/8-12-2018