



February 29, 2008

Petron Corporation's
Disclosure

Philippine Stock Exchange, Inc. (PSE)
Philippine Stock Exchange Center
Exchange Road, Ortigas Center
Pasig, Metro Manila

Attention: **Atty. Pete M. Malabanan**
Head, Disclosure Department

Gentlemen:

Pursuant to SEC and PSE's disclosure requirements, we report to your good office that Petron Corporation's Board of Directors, during its Regular Board Meeting held this morning, approved the following:

1. Election of Mr. Abdallah I. Al-Saadon as new Petron Director.
2. Extension of Expanded Hedge Authority for another 6 months with the use of identified hedging instruments to protect the Company from downward product price swings resulting in inventory losses.
3. Amendment of Approvals Manual to include electric power purchases, regardless of amount, as within Management approval in order to avoid business interruptions.

We trust that we have sufficiently complied with your disclosure requirements.

Very truly yours,

A handwritten signature in black ink, appearing to read "Luis A. Maglaya".

Luis A. Maglaya
Corporate Secretary

:msb