



May 9, 2007

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 confirm the transfer of Chevron Philippines Inc.'s LPG retail business to Petron Corporation. The transfer entails the integration and re-imaging of the LPG dealership network of Chevron into Petron's Gasul dealer network and the re-branding of the LPG cylinders within a period of two years.

Attached for your reference is the press release of Chevron Philippines Inc. regarding its divestment of its LPG retail business.

Thank you.

Very truly yours,

(Original Signed)  
Luis A. Maglaya  
Corporate Secretary

**FOR IMMEDIATE RELEASE**

## **Chevron Philippines Divests Retail LPG Businesses**

**MANILA, Philippines -- May 8, 2007**— Chevron Philippines, Inc. (CPI) today announced that it has divested its liquefied petroleum gas (LPG) retail business unit to Petron Corporation, the Philippines' largest oil company.

The divestment to Petron covers Chevron's "Caltex LPG"-branded dealerships, branded refillers, various equipment on loan, LPG cylinders and the use of the Caltex LPG™ brand for a two-year period.

Randy Johnson, Chevron country chairman for the Philippines and CPI general manager for Retail, said his company considered several options prior to the divestment. "The local LPG business underwent evaluation for better alignment with Chevron's global business portfolio" he said.

CPI's divestment of its LPG retail business, which serves mostly household consumers, is a part of a larger strategy to focus on its core business of marketing and distributing Caltex-branded motor fuels and lubricants products to retail and commercial customers. The deal with Petron was made on the basis of a commitment to sell the dealership network to a reliable and reputable LPG supplier.

CPI's dealer network is being transferred essentially intact to Petron and the transaction is expected to have no effect on the supply of LPG nationwide. "We are confident that Petron will provide the same level of service and product quality to our customers," added Johnson.

Over the next few months, Petron will integrate CPI's dealers into its nationwide LPG network. The company will likewise convert and re-brand Caltex LPG cylinders to Gasul cylinders over a two-year period.

## **About Chevron Corporation and the Caltex brand**

Chevron Philippines, Inc. is an indirect, wholly owned subsidiary of Chevron Corporation, one of the world's leading energy companies. With approximately 56,000 employees, Chevron subsidiaries conduct business in approximately 180 countries around the world, producing and transporting crude oil and natural gas, and refining, marketing and distributing fuels and other energy products. Chevron is based in San Ramon, California. More information on Chevron is available at [www.chevron.com](http://www.chevron.com). Caltex™ is Chevron's marketing brand in Asia Pacific and parts of the Middle East and Africa. Caltex products and associated brands are sold in approximately 60 countries across these regions. More information on Caltex is available at [www.caltex.com](http://www.caltex.com).

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