

From: no-reply@pse.com.ph (no-reply@pse.com.ph)

To: disclosure@pse.com.ph;

Date: Wed, March 2, 2011 12:22:27 AM

Cc:

Subject: ODiSy - Disclosure Status

Dear Sir/Madam:

We would like to inform you that as of MAR 01, 2011 08:22:27 AM today,

Reference Number: WLIST_2011000003406

Company Name: Basic Energy Corporation

Disclosure Subject: Board approval of proposed amendments to Corporate Governance Manual, confirmation of appointment of Chairman and Vice-Chairman of Advisory Board

Status: APPROVED

Should you need further assistance, please e-mail us at odisy@pse.com.ph.

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Philippine Stock Exchange, Inc.
PSE Center, One Exchange Road
Ortigas Center, Pasig City.
Philippines 1600

COVER SHEET

3 6 3 5 9

SEC Registration Number

B A S I C E N E R G Y C O R P O R A T I O N

7 t h F l o o r , B a s i c P e t r o l e u m
B u i l d i n g , C . P a l a n c a , J r . S t r e e t ,
L e g a s p i V i l l a g e , M a k a t i C i t y

(Company's Full Name)

7 t h F l o o r , B a s i c P e t r o l e u m
B u i l d i n g , C . P a l a n c a , J r . S t r e e t ,
L e g a s p i V i l l a g e , M a k a t i C i t y

(Business Address: No. Street City/Town/Province)

Atty. Angel P. Gahol

(Contact Person)

(632) 817-8596 & 98

(Company Telephone Number)

1 2 3 1
Month Day
(Calendar Year)

1 7 - C
(Form Type)

Month Day
(Annual Meeting)

Not Applicable

(Secondary License Type, If Applicable)

Dept. Requiring this Doc.

Not Applicable

Amended Articles Number/Section

Total No. of Stockholders

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

LCU

Document ID

Cashier

STAMPS

Remarks: Please use BLACK ink for scanning purposes.



February 28, 2011

THE DISCLOSURE DEPARTMENT
2/F The Philippine Stock Exchange, Inc.
Tower 1, Makati Stock Exchange
Makati City

Attention : **MS. JANET A. ENCARNACION**
Head, Disclosure Department

Gentlemen:

Attached herewith is a copy of our written disclosure to the Securities & Exchange Commission, which is self-explanatory.

Very truly yours,



ANGEL P. GAHOL
Compliance Officer

COVER SHEET

3 6 3 5 9

SEC Registration Number

BASIC ENERGY CORPORATION

(Company's Full Name)

7th Floor, Basic Petroleum

Building, C. Palanca, Jr. Street,

Legaspi Village, Makati City

(Business Address: No. Street City/Town/Province)

Atty. Angel P. Gahol
(Contact Person)

(632) 817-8596 & 98
(Company Telephone Number)

1 2 3 1
Month Day
(Calendar Year)

 -
(Form Type)

Month Day
(Annual Meeting)

Not Applicable

(Secondary License Type, If Applicable)

CFD

Dept. Requiring this Doc.

Not Applicable

Amended Articles Number/Section

Total Amount of Borrowings

Total No. of Stockholders

Domestic

Foreign

To be accomplished by SEC Personnel concerned

File Number

_____ LCU

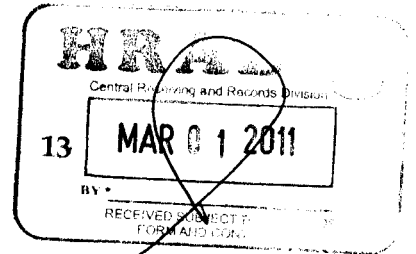
Document ID

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STAMPS

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**SECURITIES AND EXCHANGE COMMISSION
SEC FORM 17-C
CURRENT REPORT UNDER SECTION 17
OF THE SECURITIES REGULATION CODE**



1. February 28, 2011
Date of Report (Date of earliest event reported).
2. SEC Identification Number 36359 3. BIR Tax Identification No. 000-438-702-000
4. BASIC ENERGY CORPORATION
Exact name of registrant as specified in its charter
5. Philippines 6. _____
Province, country or other jurisdiction Industry Classification Code
7. 7th Floors, Basic Petroleum Bldg., C. Palanca St. 1229
Legaspi Village, Makati City
Address of principal office
8. 817-8596 & 98
Registrant's telephone number, including area code
9. Not Applicable
Former name or former address, if changed since last report.
10. Securities registered pursuant to Sections 4 and 8 of the RSA

<u>Title of Each Class</u>	<u>Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding</u>
Common Shares	2,442,493,512
Listed with PSE	2,442,045,455

11. Indicate the item numbers reported herein: Item 9

The Board of Directors of Basic Energy Corporation, in its regular meeting held on February 28, 2011 acted on the following:

- a) Approved the Proposed Amendments to the BEC Corporate Governance Manual (Please see attached)
- b) Confirmed the appointment of Mr. Jose C. de Venecia as Chairman of the Advisory Board and Mr. Seichii Wada as Vice-Chairman of the Advisory Board effective February 28, 2011.

Pursuant to the requirements of the Securities Regulations Code, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

BASIC ENERGY CORPORATION
Registrant


ANGEL P. CAHOL
Compliance Officer

February 28, 2011

Provisions of the BEC Code of Corporate Governance For Amendment

5.1.1 Composition

The Board shall be composed of at least five (5), but not more than fifteen (15), members who are elected by the stockholders.

The membership of the Board may be a combination of executive and non-executive directors (which include independent directors) in order that no director or small group of directors can dominate the decision-making process.

The non-executive directors should possess such qualifications and stature that would enable them to effectively participate in the deliberations of the Board.

5.1.2 The Chairman and Chief Executive Officer

The By-laws of the Company provide for a unified position of Chairman and CEO. In view thereof, and until the By-laws of the Company are amended so as to separate the roles of the Chairman and the CEO, the proper checks and balances shall be laid down by the Board to ensure that the Board gets the benefit of independent views and perspectives and thus foster independent decision-making by the Board. When the By-laws of the Company shall be amended by the required vote of stockholders as prescribed under the Corporation Code, so as to separate the positions of the Chairman and the CEO, the By-laws shall prescribe a clear delineation of the functions and responsibilities of the Chairman and the CEO, and reiterated upon election, to foster an appropriate balance of power, increased accountability and better capacity for independent decision-making by the Board.

The duties and responsibilities of the Chairman in relation to the Board shall include:

- (i) To ensure that the meetings of the Board are held in accordance with the By-laws of the Company or as the Chairman may deem necessary;
- (ii) To supervise the preparation of the agenda of the meeting in coordination with the Corporate Secretary, taking into consideration the suggestions of Management and the Board; and
- (iii) To maintain qualitative and timely lines of communication and information between the Board and Management.

6.2. Duties and Responsibilities of the Corporate Secretary and Assistant Corporate Secretary

- a) Be responsible for the safekeeping and preservation of the integrity of the minutes of the meetings of the Board and its committees, as well as the other official records of the Company;
- b) Be loyal to the mission, vision and objectives of the Company;
- c) Work fairly and objectively with the Board, Management and stockholders;
- d) Have appropriate administrative and interpersonal skills;
- e) If he is not at the same time the Company's legal counsel, be aware of the laws, rules and regulations necessary in the performance of his duties and responsibilities;
- f) Have a working knowledge of the operations of the Company;
- g) Inform the member of the Board, in accordance with the By-laws, of the agenda of their meetings and ensure that the members have before them accurate information that will enable them to arrive at intelligent decisions on matters that require their approval;
- h) Attend all Board meetings, except when justifiable causes, such as illness, death in the immediate family and serious accidents, prevent him from doing so;
- i) Ensure that all Board procedures, rules and regulations are strictly followed by the members; and
- j) Submit to the Securities and Exchange Commission, every January 30th of the year, a certification on the attendance of the directors in Board meetings, countersigned by the Chairman..

11. Disclosure and Transparency

The essence of corporate governance is transparency. The more frequent the internal workings of the Company are, the more difficult it will be for Management and dominant stockholders to mismanage the Company or misappropriate its assets.

It is therefore essential that all material information about the Company which could adversely affect its viability or the interests of the stockholders should be publicly and timely disclosed. Such information should include, among others, earnings results,

acquisition or disposition of assets, off balance sheet transactions, related party transactions and direct and indirect remuneration of members of the Board and Management. All such information should be disclosed through the appropriate Exchange mechanisms and submissions to the Commission.

This Manual shall be made available for inspection by any stockholder at reasonable hours on business days.

12. Commitment to Good Corporate Governance

The Company shall establish and implement its corporate governance rules in accordance with the SEC Revised Code of Corporate Governance (Code). The rules shall be embodied in a manual that can be used as reference by the members of the Board and Management. The manual shall be submitted to the SEC within one hundred eighty (180) business days from the date the Code becomes effective, to enable the SEC to determine compliance with the Code, taking into consideration the nature, size and scope of the business of the Company; provided, however, that if the Company had earlier submitted its manual, it may, at its option, continue to use the said manual as long as it complies with the provisions of the Code.