

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-C

CURRENT REPORT UNDER SECTION 17 OF THE SECURITIES REGULATION CODE AND SRC RULE 17.2(c) THEREUNDER

1. Date of Report (Date of earliest event reported)
Oct 23, 2020
2. SEC Identification Number
36359
3. BIR Tax Identification No.
000-438-702-000
4. Exact name of issuer as specified in its charter
BASIC ENERGY CORPORATION
5. Province, country or other jurisdiction of incorporation
MAKATI CITY
6. Industry Classification Code(SEC Use Only)
7. Address of principal office
7/F Basic Petroleum Bldg., 104 Carlos Palanca St., Legaspi Village, Makati City
Postal Code
1229
8. Issuer's telephone number, including area code
(+632) 8817-8596
9. Former name or former address, if changed since last report
not applicable
10. Securities registered pursuant to Sections 8 and 12 of the SRC or Sections 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding
Common shares	2,815,392,714

11. Indicate the item numbers reported herein
Item No.9

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.



Basic Energy Corporation

BSC

PSE Disclosure Form 4-9 - Change in External Auditor

References: SRC Rule 17 (SEC Form 17-C) and Section 4.4 of the Revised Disclosure Rules

Subject of the Disclosure

Change of External Auditor

Background/Description of the Disclosure

The Board of Directors of Basic Energy Corporation (the Company), in its meeting held on September 24, 2020, approved and endorsed for approval of stockholders at the annual stockholders meeting to be held on October 23, 2020, the Audit Committee's recommendation for the appointment of the auditing firm Reyes Tacandong & Co., as the new external auditor of the Company beginning with the financial statements of the Company for the fiscal year 2020. SGV & Co. being the external auditor of the Company since 1972, the change of external auditor is in line with the corporate governance standards of the Company.

Date of Approval by Board of Directors	Sep 24, 2020
Date of Approval by Stockholders	Oct 23, 2020
Previous External Auditor	SGV & Co
New External Auditor	Reyes Tacandong & Co.
Effective Date of Engagement of New External Auditor	Sep 24, 2020

Rationale for Replacement

The change of external auditor is in line with the corporate governance standards of the Company. The change of the external auditor is a component of the strategic plans of the Company to take on new investment directions and embark on new renewable energy projects to transform the Company into a viable and sustainable energy company.

Other Relevant Information

To amend previous disclosures to indicate the date of approval by the stockholders on October 23, 2020. See attached Results of the Annual Stockholders Meeting

Filed on behalf by:

Name	Angel Gahol
Designation	AVP - Asst. Corp. Sec./ Compliance Officer

October 23, 2020

The Philippine Stock Exchange
Philippine Stock Exchange Plaza
Ayala Triangle, Ayala Avenue
Makati City

Attention: **MS. JANET ENCARNACION**
Head, Disclosures Department

Madam:

Please be informed that the stockholders of the company, at their regular annual meeting held through Zoom video conference on October 23, 2020, elected the following directors for the ensuing term and until their successors are duly elected and qualified:

1. Oscar C. de Venecia
2. Ramon L. Mapa
4. Oscar L. de Venecia, Jr.
5. Beatrice Jane L. Ang
6. Ma. Florina M. Chan
7. Jaime J. Martirez
8. Isidoro O. Tan
9. Harvey Lawrence N. Dychiao
10. Eduardo V. Manalac

The stockholders also approved, confirmed and ratified the following matters:

1. Approval of the Agenda for the 2020 Annual Stockholders' Meeting
2. Approval of Minutes of the Stockholders' Meeting held on October 23, 2019;
3. 2019 Annual Report and Audited Financial Statements for the year ended 31 December 2019;
- 4.. All acts of the Board of Directors and Management, and all the acts of the various committees of the company during the fiscal year 2019-2020 and immediately this stockholders' meeting;

5. Amending Article Seventh of the Amended Articles of Incorporation to Increase the Authorized Capital Stock from Php 2.5 Billion to Php 5 Billion to read as follows:

SEVENTH: That the amount of capital stock of said Corporation is **FIVE BILLION PESOS (Php 5,000,000,000.00)**, Philippines Currency, and said capital stock is divided into **Twenty Billion (20,000,000,000)** shares with a par value of Twenty Five Centavos (Php 0.25) per share and the waiver by a majority of the minority stockholders of the mandatory rights offer requirement of the PSE listing rules for the listing of shares issued out of the increase in the authorized capital stock of the Company;

6. Amending Article II of the Amended By-Laws by adding a news section as Section 10 creating the position of Chairman Emeritus to read as follows:

Section 10. The Board of Directors may, in its discretion, confer upon a former Chairman of the Board the honorary title of Chairman Emeritus, in recognition of his past distinguished services and contribution to the Corporation. The Chairman Emeritus shall function in an advisory role to the Board of Directors, and maybe invited to attend meetings of the Board of Directors but shall not have the right to vote on matters submitted for decision or approval of the Board of Directors. The Chairman Emeritus may perform special official functions as may be assigned to him from time to time by the Chairman or the Board of Directors. and

7. Amending Article VI of the Amended By-Laws by deleting the profit-sharing provisions for directors and officers.
8. Appointment of Reyes Tacandong & Co. as the external auditors for the 2020 financial statements of the company and the appointment of Mr. Joseph C. Bilangbilin and Mr. Manuel P. Buensuceso as the engagement partners.

Very truly yours,


ATTY. ANGEL P. GAHOL
Asst. Corporate Secretary/
Compliance Officer