

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)
Jul 1, 2016
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, PHILIPPINES
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) 817-8596
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	2,560,118,512

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 4-13 - Clarification of News Reports
References: SRC Rule 17 (SEC Form 17-C) and
Section 4.4 of the Revised Disclosure Rules

Subject of the Disclosure

Clarification of News Report appearing at Business World

Source	Business World
Subject of News Report	"Basic seeks to develop more solar farms"
Date of Publication	Jun 30, 2016

Clarification of News Report

We confirmed the news report found in the Business World issue of June 30, 2016 as clarified in our letter of clarification attached.

Other Relevant Information

Please see attached Letter Clarification dated July 1, 2016

Filed on behalf by:

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



July 1, 2016

THE PHILIPPINE STOCK EXCHANGE, INC.

Philippine Stock Exchange Centre
Exchange Road, Ortigas Center
Pasig City, Metro Manila

Attention : **Mr. J.V. B. Zuno III, OIC**
Head of the Disclosure Department

Subject : **Clarification letter**

Gentlemen:

This is to confirm Basic Energy Corporation's plans to pursue business opportunities in solar power development as stated in the article "Basic Energy Seeks to Develop More Solar Farms" published in Business World issue of June 30, 2016, as follows:

A. "BASIC ENERGY Corp. is looking to develop three of its properties into solar farms that can bring 'immediate impact' on the bottom line, its president said."

'The target right now is we want... as soon as possible to bring in some renewable energy projects that can bring in important short-term revenue to the company,' Oscar L. de Venecia, Jr., Basic Energy president and chief executive officer, told reporters on the sidelines of Basic Energy's annual stockholders' meeting at the Manila Golf and Country Club on Wednesday."

We confirm that in the annual stockholders' meeting of the Company held last June 30, 2016 at the Manila Golf and Country Club, our President & CEO reported that the Company is also looking into solar power projects and has plans to forge collaborations with interested investors for these projects to maximize the use of the Company's properties in San Fabian and Bolibao, Pangasinan and in Labason, Zamboanga del Norte.

B. " Mr. de Venecia said the company had partnered with nv vogt Philippines to look at the potential of Basic Energy's 178,634-square meter (sq.m.) property in San Fabian, Pangasinan for a solar energy project."

"Based on the company's estimate, the size of the property can accommodate a solar facility that could deliver peak power of 15 megawatts (MW)."

"He said project was at a preliminary stage covering 'the normal procedures for determining whether the land is capable of handling a solar project.'

We confirm the above statements of our President & CEO. In this regard, we have disclosed to the Exchange on March 28, 2016 that the Company and nv-vogt Singapore Pte Ltd. signed a Memorandum of Understanding (MOU) for a solar power project in the property owned by the Company in San Fabian, Pangasinan. Due diligence is being conducted by nv vogt, while pre-development studies are on-going, as committed by the parties in said MOU.

C. "Basic Energy also has 415,895 sq.m. in Bolinao, Pangasinan with an estimated potential of 27 MW, and a third property in Labason, Zamboanga del Norte with a potential capacity of 14 MW."

"Mr. de Venecia clarified that the renewable energy projects were not yet included in the company's earmarked capital expenditure (capex) for 2016, which had been fully funded."

'We're expecting to spend around P150 million this year. The bulk of it is going towards the drilling that we are doing in Mabini for our geothermal service contract,' he said.

We likewise confirm the above statements of our President & CEO. The Bolinao and Labason, Zamboanga del Norte properties of the Company are potential solar farms, which based on preliminary studies made by the Company, could support a potential 27 MW power project and a 14 MW power project, respectively.

These projects being in the planning and pre-development stages were not included in the 2016 budget for projects of the Company.

As to the Mabini geothermal project of the Company, the approved budget for the entire project is about Php200 million, as reported in the 2015 Management Report of the Company, of which the Exchange has been furnished a copy. For 2016, as the project is now in the drilling stage for an exploratory well, the expected expenditure should run to about Php150 Million, as stated by our President & CEO.

Thank you and we hope we have clarified the issues raised in the aforementioned Business World article.

Very truly yours,


ATTY. ANGEL P. GAHOL
Compliance Officer