

The Depository Trust Company
IMPORTANT

B#: 1550
DATE: March 05, 2001
TO: All Participants
CATEGORY: Dividends
FROM: Anthony Capizzi, Domestic Tax Services, Dividend Dept.
ATTENTION: Managing Partner/Officer, Cashier, Dividend Mgr. Tax Mgr.
SUBJECT: Petroleum & Resources Corp.
CUSIP# 716549100
2000 Tax Information

The attached correspondence containing tax information was received by the Depository Trust Company. If applicable please consult your tax advisor to assure proper treatment of this event.

Attachment

716549100



PETROLEUM & RESOURCES CORPORATION

Petroleum & Resources Corporation (the "Corporation") is providing the following information, pursuant to Section 19 of the Investment Company Act of 1940, to its shareholders in connection with the payment of a distribution attributable in part to capital gains, rather than solely to investment income.

The enclosed distribution, payable to holders of record as of February 19, 2001, has been made from the following sources:

- \$.04 per share paid from undistributed net investment income earned during 2000
- \$.01 per share paid from undistributed net investment income earned during 2001
- \$.03 per share paid from undistributed long-term capital gains realized during 2000
- \$.05 per share paid from undistributed short-term capital gains realized during 2000
- \$.13 total

Shareholders should note that all of the amounts above should be reported in their Federal income tax return for calendar year 2001.

PETROLEUM & RESOURCES CORPORATION

Lawrence L. Hooper, Jr.
Vice President, Secretary and General Counsel