

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



FIRST PACIFIC COMPANY LIMITED

第一太平有限公司

(Incorporated with limited liability under the laws of Bermuda)

Website: <http://www.firstpacific.com>

(Stock Code: 00142)

ANNOUNCEMENT MADE BY PHILIPPINE LONG DISTANCE TELEPHONE COMPANY IN RELATION TO ITS UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2015

This Announcement is made by First Pacific Company Limited (“First Pacific” or the “Company”) pursuant to the requirements of Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“HKEX”) and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) to provide shareholders of First Pacific and the public with the unaudited consolidated financial results of Philippine Long Distance Telephone Company (“PLDT”), a major operating associate of the Company, for the six months ended 30 June 2015.

Summary

On 4 August 2015, the board of directors of PLDT approved the release of its unaudited consolidated financial results for the six months ended 30 June 2015. PLDT’s unaudited consolidated financial results have been submitted to the Philippine Stock Exchange, Inc. (“PSE”) and the New York Stock Exchange, Inc. (“NYSE”) by way of disclosure on 4 August 2015, and have also been disclosed as the Company’s Overseas Regulatory Announcement on the websites of the HKEX and the Company.

PLDT, a major operating associate of First Pacific, is a company incorporated in the Philippines, whose shares are listed on the PSE. In addition, PLDT’s American Depositary Receipts are listed on the NYSE. First Pacific and its Philippine affiliates have a 25.6% attributable economic interest in PLDT. On 4 August 2015, the board of directors of PLDT approved the release of its unaudited consolidated financial results for the six months ended 30 June 2015. PLDT’s unaudited consolidated financial results have been submitted to the PSE and the NYSE by way of disclosure on 4 August 2015, and have also been disclosed as the Company’s Overseas Regulatory Announcement on the websites of the HKEX and the Company. The unaudited consolidated financial statements have been prepared in conformity with the Philippine Financial Reporting Standards and are presented in Philippine Peso. PLDT’s unaudited Consolidated Income Statements for the six months ended 30 June 2015 and 2014, as well as the unaudited Consolidated Statement of Financial Position as at 30 June 2015 and the audited Consolidated Statement of Financial Position as at 31 December 2014 are provided below:

PHILIPPINE LONG DISTANCE TELEPHONE COMPANY AND SUBSIDIARIES
CONSOLIDATED INCOME STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2015 AND 2014
(in million pesos, except earnings per common share amounts which are in pesos)

	2015	2014*
	(Unaudited)	
REVENUES		
Service revenues	81,159	82,563
Non-service revenues	4,032	2,898
	<u>85,191</u>	<u>85,461</u>
EXPENSES		
Depreciation and amortization	13,945	14,490
Compensation and employee benefits	11,315	10,443
Cost of sales	7,688	6,925
Repairs and maintenance	7,452	7,111
Interconnection costs	5,189	5,195
Selling and promotions	5,057	4,928
Professional and other contracted services	3,973	3,759
Rent	3,019	3,233
Taxes and licenses	2,176	1,947
Asset impairment	1,707	1,421
Insurance and security services	914	906
Communication, training and travel	646	759
Amortization of intangible assets	542	574
Other expenses	535	732
	<u>64,158</u>	<u>62,423</u>
	<u>21,033</u>	<u>23,038</u>
OTHER INCOME (EXPENSES)		
Equity share in net earnings of associates and joint ventures	2,234	2,083
Interest income	364	395
Gains (losses) on derivative financial instruments – net	89	(164)
Foreign exchange gains (losses) – net	(439)	459
Financing costs – net	(2,937)	(2,498)
Other income – net	3,829	2,923
	<u>3,140</u>	<u>3,198</u>
INCOME BEFORE INCOME TAX	<u>24,173</u>	<u>26,236</u>
PROVISION FOR INCOME TAX	<u>5,424</u>	<u>6,235</u>
NET INCOME	<u>18,749</u>	<u>20,001</u>
ATTRIBUTABLE TO:		
Equity holders of PLDT	18,729	20,023
Noncontrolling interests	20	(22)
	<u>18,749</u>	<u>20,001</u>
Earnings Per Share Attributable to Common Equity Holders of PLDT		
Basic	86.55	92.54
Diluted	86.55	92.54

* Certain comparative information for the six months ended 30 June 2014 were reclassified to conform with the current presentation.

**PHILIPPINE LONG DISTANCE TELEPHONE COMPANY AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

(in million pesos)

	As at 30 June 2015 (Unaudited)	As at 31 December 2014 (Audited)
ASSETS		
Noncurrent Assets		
Property, plant and equipment	190,790	191,984
Investments in associates, joint ventures and deposits	45,507	42,046
Available-for-sale financial investments	20,364	28,086
Investment in debt securities and other long-term investments – net of current portion	972	960
Investment properties	1,810	1,816
Goodwill and intangible assets	72,875	72,842
Deferred income tax assets – net	17,315	17,131
Derivative financial assets – net of current portion	158	94
Prepayments – net of current portion	3,208	2,924
Advances and other noncurrent assets – net of current portion	3,370	3,218
Total Noncurrent Assets	356,369	361,101
Current Assets		
Cash and cash equivalents	37,205	26,659
Short-term investments	1,548	643
Trade and other receivables	22,860	29,151
Inventories and supplies	4,621	3,706
Current portion of derivative financial assets	2	2
Current portion of investment in debt securities and other long-term investments	32	295
Current portion of prepayments	7,133	6,406
Current portion of advances and other noncurrent assets	8,328	8,332
Total Current Assets	81,729	75,194
TOTAL ASSETS	438,098	436,295

**PHILIPPINE LONG DISTANCE TELEPHONE COMPANY AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONTINUED)**

(in million pesos)

	As at 30 June 2015 (Unaudited)	As at 31 December 2014 (Audited)
EQUITY AND LIABILITIES		
Equity		
Non-voting serial preferred stock	360	360
Voting preferred stock	150	150
Common stock	1,093	1,093
Treasury stock	(6,505)	(6,505)
Capital in excess of par value	130,521	130,521
Retained earnings	16,933	17,030
Other comprehensive income	(18,154)	(8,285)
	<hr/>	<hr/>
Total Equity Attributable to Equity Holders of PLDT	124,398	134,364
Noncontrolling interests	308	304
	<hr/>	<hr/>
TOTAL EQUITY	124,706	134,668
	<hr/>	<hr/>
Noncurrent Liabilities		
Interest-bearing financial liabilities – net of current portion	126,991	115,400
Deferred income tax liabilities – net	4,375	4,427
Derivative financial liabilities – net of current portion	1,266	1,460
Customers’ deposits	2,448	2,438
Pension and other employee benefits	12,008	13,131
Deferred credits and other noncurrent liabilities	18,407	21,924
	<hr/>	<hr/>
Total Noncurrent Liabilities	165,495	158,780
	<hr/>	<hr/>
Current Liabilities		
Accounts payable	43,548	40,923
Accrued expenses and other current liabilities	82,719	82,678
Current portion of interest-bearing financial liabilities	16,747	14,729
Provision for claims and assessments	897	897
Dividends payable	1,122	1,070
Current portion of derivative financial liabilities	355	254
Income tax payable	2,509	2,296
	<hr/>	<hr/>
Total Current Liabilities	147,897	142,847
	<hr/>	<hr/>
TOTAL LIABILITIES	313,392	301,627
	<hr/>	<hr/>
TOTAL EQUITY AND LIABILITIES	438,098	436,295
	<hr/> <hr/>	<hr/> <hr/>

GENERAL

Shareholders should note that the above unaudited and audited financial results pertain only to PLDT and not to First Pacific itself.

The above information only refers to certain sections of PLDT's disclosure and shareholders should refer to PLDT's original filing submitted to the PSE (<http://www.pse.com.ph>) and the NYSE (<http://www.nyse.com>), as well as disclosed as the Company's Overseas Regulatory Announcement on the websites of the HKEX and the Company on 4 August 2015.

By Order of the Board
First Pacific Company Limited
Manuel V. Pangilinan
Managing Director and CEO

Hong Kong, 4 August 2015

As at the date of this announcement, the Board comprises the following Directors:

Executive Directors:

Manuel V. Pangilinan, *Managing Director and CEO*

Edward A. Tortorici

Robert C. Nicholson

Non-executive Directors:

Anthoni Salim, *Chairman*

Benny S. Santoso

Tedy Djuhar

Napoleon L. Nazareno

Independent Non-executive Directors:

Prof. Edward K.Y. Chen, *GBS, CBE, JP*

Margaret Leung Ko May Yee, *SBS, JP*

Philip Fan Yan Hok