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## **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  
PHILEX MINING CORPORATION  
IN RELATION TO ITS UNAUDITED CONSOLIDATED FINANCIAL RESULTS  
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012**

This Announcement is made by First Pacific Company Limited (“First Pacific” or the “Company”) pursuant to the requirements of Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“HKEX”) to provide shareholders of First Pacific and the public with the unaudited consolidated financial results of Philex Mining Corporation (“Philex”), a major operating associate of the Company, for the nine months ended 30 September 2012.

### **Summary**

On 30 October 2012, the board of directors of Philex approved the release of the unaudited consolidated financial results for the nine months ended 30 September 2012. Philex’s unaudited consolidated financial results have been submitted to the Philippine Stock Exchange on 30 October 2012, and have also been disclosed as the Company’s Overseas Regulatory Announcement on the websites of the HKEX and the Company.

Philex, a major operating associate of First Pacific, is a company incorporated in the Philippines whose shares are listed on the Philippine Stock Exchange. First Pacific holds a 31.2% economic interest in Philex (Two Rivers Pacific Holdings Corporation, a Philippine affiliate of First Pacific, holds an additional 15.0% interest in Philex). On 30 October 2012, the board of directors of Philex approved the release of the unaudited consolidated financial results for the nine months ended 30 September 2012. Philex’s unaudited consolidated financial results have been submitted to the Philippine Stock Exchange on 30 October 2012, which 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. Philex’s unaudited Consolidated Statement of Income for the nine months ended 30 September 2012 and the unaudited Consolidated Balance Sheet as at 30 September 2012 are provided below:

**PHILEX MINING CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012 AND 2011**  
*(Amounts in Peso Thousands, except Earnings Per Share which are in Peso)*

	2012	2011
<b>REVENUE</b>		
Gold	4,963,429	6,886,858
Copper	3,914,265	4,413,386
Silver	81,422	145,495
	<u>8,959,116</u>	<u>11,445,739</u>
Less: Marketing charges	433,550	612,850
	<u>8,525,566</u>	<u>10,832,889</u>
Petroleum	120,304	385,773
Coal	34,069	1,288
Others	494	-
	<u>8,680,433</u>	<u>11,219,950</u>
<b>COSTS AND EXPENSES</b>		
Mining and milling costs (including depletion and depreciation)	3,888,935	3,826,443
Mine product taxes and royalties	463,262	630,149
General and administrative expenses	880,768	594,832
Petroleum production costs	93,583	175,843
Handling, hauling and storage	56,077	48,369
Cost of coal sales	22,089	1,208
	<u>5,404,714</u>	<u>5,276,844</u>
<b>INCOME FROM OPERATIONS</b>	<u>3,275,719</u>	<u>5,943,106</u>
<b>OTHER INCOME (CHARGES)</b>		
Interest income	52,483	72,984
Foreign exchange losses	(140,433)	(67,133)
Interest expense	(11,984)	(45,632)
Marked-to-market gain	287,188	-
Gain on dilution of interest in an associate	-	523,710
Others – net	(499,690)	(330,341)
	<u>(312,436)</u>	<u>153,588</u>
<b>INCOME BEFORE INCOME TAX</b>	<u>2,963,283</u>	<u>6,096,694</u>
<b>PROVISION FOR INCOME TAX</b>	<u>(928,759)</u>	<u>(1,745,612)</u>
<b>NET INCOME</b>	<u>2,034,524</u>	<u>4,351,082</u>
<b>NET INCOME (LOSS) ATTRIBUTABLE TO:</b>		
Equity holders of the Parent Company	2,116,495	4,315,030
Non-controlling interests	(81,971)	36,052
	<u>2,034,524</u>	<u>4,351,082</u>
<b>BASIC EARNINGS PER SHARE</b>	<u>0.4291</u>	<u>0.8760</u>
<b>DILUTED EARNINGS PER SHARE</b>	<u>0.4287</u>	<u>0.8751</u>

**PHILEX MINING CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**

*(Amounts in Peso Thousands, except Par Value Per Share which is in Peso)*

	<b>30 September 2012 (UNAUDITED)</b>	31 December 2011 (AUDITED)
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	2,713,695	3,947,295
Accounts receivable	649,684	1,595,629
Inventories	1,363,528	1,118,667
Derivative assets	-	904,701
Other current assets	968,019	765,334
<b>Total Current Assets</b>	<b>5,694,926</b>	<b>8,331,626</b>
<b>Non-current Assets</b>		
Property, plant and equipment - net	5,747,009	5,399,716
Available-for-sale (AFS) financial assets	4,733,402	5,428,069
Goodwill	258,593	258,593
Deferred income tax assets – net	12,755	12,720
Deferred exploration costs and other non-current assets	14,180,741	13,023,504
<b>Total Non-current Assets</b>	<b>24,932,500</b>	<b>24,122,602</b>
<b>TOTAL ASSETS</b>	<b>30,627,426</b>	<b>32,454,228</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>Current Liabilities</b>		
Short-term bank loan	350,000	350,000
Accounts payable and accrued liabilities	1,257,129	1,160,205
Income tax payable	553	376,006
Dividends payable	718,447	325,333
Provisions and subscriptions payables	84,617	317,111
Derivative liabilities	3,547	47,270
<b>Total Current Liabilities</b>	<b>2,414,293</b>	<b>2,575,925</b>
<b>Non-current Liabilities</b>		
Provision for mine rehabilitation costs	19,028	17,775
Provision for losses	293,725	173,731
Deferred income tax liabilities - net	2,618,830	2,635,330
<b>Total Non-current Liabilities</b>	<b>2,931,583</b>	<b>2,826,836</b>
<b>TOTAL LIABILITIES</b>	<b>5,345,876</b>	<b>5,402,761</b>
<b>Equity Attributable to Equity Holders of the Parent Company</b>		
Capital Stock – P1 par value	4,933,018	4,929,751
Additional paid-in capital	959,978	887,290
Retained earnings	15,595,712	16,093,059
Net unrealized gain on AFS financial assets	1,319,345	2,020,940
Cumulative translation adjustments	(28,089)	495,019
Net revaluation surplus	1,611,397	1,611,397
Effect of transaction with non-controlling interests	79,650	106,027
	<b>24,471,011</b>	<b>26,143,483</b>
<b>Non-controlling Interests</b>	<b>810,539</b>	<b>907,984</b>
<b>TOTAL EQUITY</b>	<b>25,281,550</b>	<b>27,051,467</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>30,627,426</b>	<b>32,454,228</b>

## **GENERAL**

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

The above information only refers to certain sections of Philex's disclosure and shareholders should refer to Philex's original filing submitted to the Philippine Stock Exchange (<http://www.pse.com.ph>), as well as disclosed as the Company's Overseas Regulatory Announcement on the websites of the HKEX and the Company on 30 October 2012.

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

Hong Kong, 30 October 2012

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

Anthoni Salim, *Chairman*

Manuel V. Pangilinan, *Managing Director and CEO*

Edward A. Tortorici

Robert C. Nicholson

Graham L. Pickles\*

Tedy Djuhar

Benny S. Santoso

Napoleon L. Nazareno

Jun Tang\*

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

\* *Independent Non-executive Directors*