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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 SIX MONTHS ENDED 30 JUNE 2013

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 six months ended 30 June 2013.

Summary

On 31 July 2013, the board of directors of Philex approved the release of the unaudited consolidated financial results for the six months ended 30 June 2013. Philex’s unaudited consolidated financial results have been submitted to the Philippine Stock Exchange on 31 July 2013, 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% economic interest in Philex). On 31 July 2013, the board of directors of Philex approved the release of the unaudited consolidated financial results for the six months ended 30 June 2013. Philex’s unaudited consolidated financial results have been submitted to the Philippine Stock Exchange on 31 July 2013, 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 six months ended 30 June 2013 and the unaudited Consolidated Statement of Financial Position as at 30 June 2013 are provided below:

PHILEX MINING CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)
FOR THE SIX MONTHS ENDED 30 JUNE 2013 AND 2012

(Amounts in Peso Thousands, except Earnings Per Share which are in Peso)

	2013	2012
REVENUE		
Gold	2,254,074	4,071,124
Copper	1,800,562	3,259,506
Silver	34,955	67,707
	<u>4,089,591</u>	<u>7,398,337</u>
Less: Marketing charges	244,208	360,648
	<u>3,845,383</u>	<u>7,037,689</u>
Petroleum	95,290	57,770
Coal	1,031	15,722
Others	–	350
	<u>3,941,704</u>	<u>7,111,531</u>
COSTS AND EXPENSES		
Mining and milling costs (including depletion and depreciation)	1,778,603	2,921,954
Mine products taxes & royalties	222,992	380,462
General and administrative expenses	640,632	657,741
Petroleum production costs	52,794	54,401
Handling, hauling and storage	29,687	39,394
Cost of coal sales	792	10,104
	<u>2,725,500</u>	<u>4,064,056</u>
INCOME FROM OPERATIONS	<u>1,216,204</u>	<u>3,047,475</u>
OTHER INCOME (CHARGES)		
Insurance proceeds	1,017,125	–
Padcal maintenance costs during suspension of operations	(439,590)	–
Gain on sale of AFS investments	26,880	–
Foreign exchange losses	(50,735)	(126,267)
Marked-to-market gains	–	97,887
Interest expense	(217,032)	(7,979)
Interest income	11,892	35,275
Others – net	(78,134)	(105,592)
	<u>270,406</u>	<u>(106,676)</u>
INCOME BEFORE INCOME TAX	<u>1,486,610</u>	<u>2,940,799</u>
PROVISION FOR INCOME TAX	<u>(532,240)</u>	<u>(904,710)</u>
NET INCOME	<u>954,370</u>	<u>2,036,089</u>
NET INCOME ATTRIBUTABLE TO:		
Equity holders of the Parent Company	1,074,650	2,088,942
Non-controlling interests	(120,280)	(52,853)
	<u>954,370</u>	<u>2,036,089</u>
BASIC EARNINGS PER SHARE	<u>0.2178</u>	<u>0.4236</u>
DILUTED EARNINGS PER SHARE	<u>0.2178</u>	<u>0.4231</u>

PHILEX MINING CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

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

	30 June 2013 (UNAUDITED)	31 December 2012 (AUDITED) AS RESTATED
ASSETS		
Current Assets		
Cash and cash equivalents	4,247,375	1,669,542
Accounts receivable	395,201	207,749
Inventories	2,011,271	1,314,851
Prepaid income tax	87,274	166,467
Other current assets	1,079,949	997,340
Total Current Assets	7,821,070	4,355,949
Non-current Assets		
Property, plant and equipment – net	6,575,755	6,035,174
Available-for-sale (AFS) financial assets	1,381,701	3,990,761
Goodwill	1,791,698	258,593
Deferred exploration costs and other non-current assets	21,367,914	14,631,528
Total Non-current Assets	31,117,068	24,916,056
TOTAL ASSETS	38,938,138	29,272,005
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Short-term loans	6,470,804	1,450,000
Accounts payable and accrued liabilities	1,189,696	1,095,550
Dividends payable	481,601	483,257
Provisions and subscriptions payables	597,744	1,589,578
Total Current Liabilities	8,739,845	4,618,385
Non-current Liabilities		
Long-term portion of loan	25,361	–
Deferred income tax liabilities – net	4,326,111	2,327,427
Pension obligation	–	43,973
Provision for losses	171,631	171,631
Provision for mine rehabilitation costs	19,638	18,892
Total Non-current Liabilities	4,542,741	2,561,923
TOTAL LIABILITIES	13,282,586	7,180,308
Equity Attributable to Equity Holders of the Parent Company		
Capital Stock – P1 par value	4,933,246	4,933,027
Additional paid-in capital	1,032,363	963,867
Retained earnings	14,694,729	13,578,781
Net unrealized (loss)/gain on AFS financial assets	(595,764)	601,055
Cumulative translation adjustments	10,343	(41,785)
Net revaluation surplus	1,611,397	1,611,397
Effect of transactions with non-controlling interests	47,728	45,099
	21,734,042	21,691,441
Non-controlling Interests	3,921,510	400,256
Total Equity	25,655,552	22,091,697
TOTAL LIABILITIES & EQUITY	38,938,138	29,272,005

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 31 July 2013.

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

Hong Kong, 31 July 2013

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:

Graham L. Pickles
Prof. Edward K.Y. Chen, *GBS, CBE, JP*
Margaret Leung Ko May Yee, *SBS, JP*
Philip Fan Yan Hok