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FIRST PACIFIC COMPANY LIMITED
第一太平洋有限公司

(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 2009

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 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 2009.

Summary

On 4 August 2009, the board of directors of PLDT has approved the release of the unaudited consolidated financial results for the six months ended 30 June 2009. PLDT’s unaudited consolidated financial results have been submitted to the Philippine Stock Exchange and the New York Stock Exchange by way of disclosure on 4 August 2009, and have been disclosed as the Company’s Overseas Regulatory Announcement on the websites of the HKEX and the Company on 4 August 2009.

PLDT, a major operating associate of First Pacific, is a company incorporated in the Philippines whose shares are listed on the Philippine Stock Exchange. In addition, PLDT’s American Depositary Receipts (ADRs) are listed on the New York Stock Exchange. First Pacific has a 26.5% attributable interest in PLDT. On 4 August 2009, the board of directors of PLDT has approved the release of the unaudited consolidated financial results for the six months ended 30 June 2009. PLDT’s unaudited consolidated financial results have been submitted to the Philippine Stock Exchange and the New

York Stock Exchange by way of disclosure on 4 August 2009, and have been disclosed as the Company's Overseas Regulatory Announcement on the websites of The Stock Exchange of Hong Kong Limited ("HKEX") and the Company on 4 August 2009. The unaudited consolidated financial statements have been prepared in conformity with the Philippine Financial Reporting Standards. PLDT's unaudited consolidated Income Statements for the six months ended 30 June 2009 and the unaudited consolidated Statements of Financial Position as at 30 June 2009 are provided below:

**PHILIPPINE LONG DISTANCE TELEPHONE COMPANY AND SUBSIDIARIES
CONSOLIDATED INCOME STATEMENTS**

FOR THE SIX MONTHS ENDED 30 JUNE 2009 AND 2008

(in million pesos, except earnings per common share amounts)

	2009	2008
	(Unaudited)	
REVENUES		
Service revenues	72,871	70,349
Non-service revenues	1,207	1,255
	<hr/> 74,078	<hr/> 71,604
EXPENSES		
Depreciation and amortization	13,133	12,722
Compensation and employee benefits	11,543	9,372
Repairs and maintenance	4,247	4,057
Selling and promotions	2,839	2,901
Cost of sales	2,563	2,473
Professional and other contracted services	2,094	2,347
Rent	2,050	1,656
Taxes and licenses	1,373	1,600
Asset impairment	953	1,001
Communication, training and travel	905	980
Insurance and security services	643	634
Amortization of intangible assets	187	180
Provisions	–	14
Other expenses	788	950
	<hr/> 43,318	<hr/> 40,887
	<hr/> 30,760	<hr/> 30,717

CONSOLIDATED INCOME STATEMENTS (continued)
FOR THE SIX MONTHS ENDED 30 JUNE 2009 AND 2008
(in million pesos, except earnings per common share amounts)

	2009	2008
	(Unaudited)	
OTHER INCOME (EXPENSES)		
Interest income	900	888
Equity share in net losses of associates and joint ventures	(65)	(43)
Foreign exchange losses – net	(292)	(3,555)
Gains (losses) on derivative financial instruments – net	(1,631)	4,001
Financing costs – net	(3,117)	(3,222)
Others	1,762	1,283
	<u>(2,443)</u>	<u>(648)</u>
INCOME BEFORE INCOME TAX	28,317	30,069
PROVISION FOR INCOME TAX	8,046	10,437
	<u>20,271</u>	<u>19,632</u>
NET INCOME FOR THE PERIOD		
	<u>20,271</u>	<u>19,632</u>
ATTRIBUTABLE TO:		
Equity holders of PLDT	19,720	19,270
Minority interests	551	362
	<u>20,271</u>	<u>19,632</u>
Earnings Per Share For The Period Attributable to		
Common Equity Holders of PLDT		
Basic	104.22	100.90
Diluted	104.20	100.89
	<u>104.20</u>	<u>100.89</u>

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

(in million pesos, except par value and number of shares)

	30 June 2009 (Unaudited)	31 December 2008 (Audited)
ASSETS		
Noncurrent Assets		
Property, plant and equipment – net	158,944	160,326
Investments in associates and joint ventures	1,866	1,174
Available-for-sale financial assets	133	131
Investment in debt securities	452	635
Investment properties	615	617
Goodwill and intangible assets – net	10,551	10,450
Deferred income tax assets – net	8,686	9,605
Prepayments – net of current portion	4,039	2,501
Advances and refundable deposits – net of current portion	1,031	1,086
	<hr/>	<hr/>
Total Noncurrent Assets	186,317	186,525
Current Assets		
Cash and cash equivalents	41,492	33,684
Short-term investments	2,143	6,670
Investment in debt securities	2,322	1,656
Trade and other receivables – net	21,813	15,909
Inventories and supplies	2,684	2,069
Derivative financial assets	11	56
Current portion of prepayments	4,723	4,164
Current portion of advances and refundable deposits	198	1,825
	<hr/>	<hr/>
Total Current Assets	75,386	66,033
	<hr/>	<hr/>
TOTAL ASSETS	261,703	252,558
	<hr/> <hr/>	<hr/> <hr/>

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (continued)

(in million pesos, except par value and number of shares)

	30 June 2009 (Unaudited)	31 December 2008 (Audited)
EQUITY AND LIABILITIES		
Equity		
Preferred stock, Php10 par value per share, authorized – 822,500,000 shares; issued and outstanding – 441,476,012 shares as at 30 June 2009 and 441,480,512 shares as at 31 December 2008	4,415	4,415
Common stock, Php5 par value per share, authorized – 234,000,000 shares; issued – 189,472,809 shares and outstanding – 186,808,233 shares as at 30 June 2009; and issued – 189,456,127 shares and outstanding – 187,483,837 shares as at 31 December 2008	947	947
Treasury stock – 2,664,576 shares as at 30 June 2009 and 1,972,290 shares as at 31 December 2008	(6,362)	(4,973)
Stock options issued	1	6
Capital in excess of par value	68,357	68,337
Retained earnings	32,479	37,177
Other comprehensive income	(540)	(378)
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Total Equity Attributable to Equity Holders of PLDT	99,297	105,531
Minority interests	1,503	1,438
	<hr/>	<hr/>
TOTAL EQUITY	100,800	106,969
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Noncurrent Liabilities		
Interest-bearing financial liabilities – net of current portion	69,488	58,910
Deferred income tax liabilities	1,962	1,288
Derivative financial liabilities	2,760	1,761
Pension and other employee benefits	6,587	5,467
Customers' deposits	2,262	2,251
Deferred credits and other noncurrent liabilities	11,895	10,582
	<hr/>	<hr/>
Total Noncurrent Liabilities	94,954	80,259
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CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (continued)

(in million pesos, except par value and number of shares)

	30 June 2009 (Unaudited)	31 December 2008 (Audited)
Current Liabilities		
Accounts payable	17,811	18,268
Accrued expenses and other current liabilities	28,064	24,381
Derivative financial liabilities	11	87
Provisions for assessments	1,555	1,555
Current portion of interest-bearing financial liabilities	13,044	15,080
Dividends payable	1,486	1,379
Income tax payable	3,978	4,580
	<hr/>	<hr/>
Total Current Liabilities	65,949	65,330
	<hr/>	<hr/>
TOTAL LIABILITIES	160,903	145,589
	<hr/>	<hr/>
TOTAL EQUITY AND LIABILITIES	261,703	252,558
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GENERAL

Shareholders should note that the above unaudited and audited consolidated 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 Philippine Stock Exchange (<http://www.pse.org.ph>) and the New York Stock Exchange (<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 2009.

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

Hong Kong, 4 August 2009

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
Napoleon L. Nazareno
Ambassador Albert F. del Rosario
Sir David W.C. Tang*, *KBE*

Tedy Djuhar
Sutanto Djuhar
Ibrahim Risjad
Benny S. Santoso
Graham L. Pickles*
Professor Edward K.Y. Chen*, *GBS, CBE, JP*

* *Independent Non-executive Directors*