

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 METRO PACIFIC INVESTMENTS CORPORATION IN RELATION TO ITS AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2016

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 audited consolidated financial results for the year ended 31 December 2016 of Metro Pacific Investments Corporation (“MPIC”), a company in which the First Pacific Group holds an economic interest of approximately 42.0% as at 31 December 2016.

Summary

On 1 March 2017, the board of directors of MPIC approved the release of the audited consolidated financial results for the year ended 31 December 2016. MPIC’s audited consolidated financial statements have been submitted to the PSE on 1 March 2017, and have also been disclosed as the Company’s Overseas Regulatory Announcement on the websites of the HKEX and the Company.

MPIC, a company in which the First Pacific Group holds an economic interest of approximately 42.0% as at 31 December 2016, is a company incorporated in the Philippines whose shares are listed on the Philippine Stock Exchange, Inc. (“PSE”). On 1 March 2017, the board of directors of MPIC approved the release of the audited consolidated financial results for the year ended 31 December 2016. MPIC’s audited consolidated financial statements have been submitted to the PSE on 1 March 2017, and have also been disclosed as the Company’s Overseas Regulatory Announcement on the websites of the HKEX and the Company. The audited consolidated financial statements have been prepared in conformity with the Philippine Financial Reporting Standards and are presented in Philippine Peso. MPIC’s audited Consolidated Statements of Comprehensive Income for the years ended 31 December 2016 and 2015, as well as the audited Consolidated Statements of Financial Position as at 31 December 2016 and 2015 are provided below:

METRO PACIFIC INVESTMENTS CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (AUDITED)
(Amounts in Peso Millions, except Per Share Amounts which are in Peso Centavos)

For the Years Ended 31 December	2016	2015
OPERATING REVENUES		
Water and sewerage services revenue	20,280	19,098
Toll fees	11,902	9,691
Hospital revenue	8,967	7,553
Rail revenue	3,016	897
Logistics and other revenue	655	–
	<u>44,820</u>	<u>37,239</u>
COST OF SALES AND SERVICES	<u>(18,370)</u>	<u>(14,026)</u>
GROSS PROFIT	26,450	23,213
General and administrative expenses	(9,062)	(8,047)
Interest expense	(5,328)	(4,925)
Share in net earnings of equity method investees	6,808	5,014
Interest income	417	460
Construction revenue and other income	20,670	14,606
Construction costs and other expenses	(19,018)	(13,422)
INCOME BEFORE INCOME TAX	<u>20,937</u>	<u>16,899</u>
PROVISION FOR INCOME TAX		
Current	4,091	1,522
Deferred	67	303
	<u>4,158</u>	<u>1,825</u>
NET INCOME	16,779	15,074
OTHER COMPREHENSIVE INCOME (OCI)		
Net OCI to be reclassified to profit or loss in subsequent periods	444	(222)
Net OCI not being reclassified to profit or loss in subsequent periods	1,024	(133)
	<u>1,468</u>	<u>(355)</u>
TOTAL COMPREHENSIVE INCOME	<u><u>18,247</u></u>	<u><u>14,719</u></u>
Net income attributable to:		
Owners of the Parent Company	11,456	9,546
Non-controlling interest	5,323	5,528
	<u>16,779</u>	<u>15,074</u>
Total comprehensive income attributable to:		
Owners of the Parent Company	12,917	9,220
Non-controlling interest	5,330	5,499
	<u>18,247</u>	<u>14,719</u>
EARNINGS PER SHARE		
Basic Earnings Per Common Share, Attributable to Owners of the Parent Company	<u>38.10</u>	<u>34.47</u>
Diluted Earnings Per Common Share, Attributable to Owners of the Parent Company	<u>38.06</u>	<u>34.45</u>

METRO PACIFIC INVESTMENTS CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (AUDITED)

(Amounts in Peso Millions)

As at	31 December 2016	31 December 2015
ASSETS		
Current Assets		
Cash and cash equivalents and short-term deposits	19,469	23,936
Restricted cash	2,432	2,414
Receivables	5,171	4,441
Due from related parties	92	137
Other current assets	4,636	3,938
	<u>31,800</u>	<u>34,866</u>
Assets held for sale	–	1,480
Total Current Assets	<u>31,800</u>	<u>36,346</u>
Noncurrent Assets		
Restricted cash	889	889
Receivables	56	145
Available-for-sale financial assets	1,859	2,018
Investments and advances	126,556	96,202
Goodwill	21,004	18,308
Service concession assets	152,693	135,760
Property and equipment	10,480	8,016
Property use rights	554	596
Other noncurrent assets	5,711	3,900
Total Noncurrent Assets	<u>319,802</u>	<u>265,834</u>
	<u><u>351,602</u></u>	<u><u>302,180</u></u>
LIABILITIES AND EQUITY		
Current Liabilities		
Accounts payable and other current liabilities	14,965	14,757
Income tax payable	466	417
Due to related parties	1,713	8,550
Current portion of:		
Provisions	5,229	5,475
Service concession fees payable	874	565
Long-term debt	3,797	4,149
Total Current Liabilities	<u>27,044</u>	<u>33,913</u>
Noncurrent Liabilities		
Noncurrent portion of:		
Provisions	239	263
Service concession fees payable	28,000	25,188
Long-term debt	93,219	83,433
Due to related parties	6,726	–
Deferred tax liabilities	3,925	4,610
Other long-term liabilities	4,368	3,996
Total Noncurrent Liabilities	<u>136,477</u>	<u>117,490</u>
Total Liabilities	<u><u>163,521</u></u>	<u><u>151,403</u></u>

METRO PACIFIC INVESTMENTS CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (AUDITED)
(CONTINUED)

(Amounts in Peso Millions)

As at	31 December 2016	31 December 2015
Equity		
Owners of the Parent Company:		
Capital stock	31,619	27,935
Additional paid-in capital	68,438	49,980
Treasury shares	(167)	–
Equity reserves	6,282	6,248
Retained earnings	43,889	35,149
Other comprehensive income reserve	1,971	510
Total equity attributable to owners of the Parent Company	152,032	119,822
Non-controlling interest	36,049	30,955
Total Equity	188,081	150,777
	351,602	302,180

GENERAL

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

The above information only refers to certain sections of MPIC's disclosure and shareholders should refer to MPIC's original filing submitted to the PSE (<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 1 March 2017.

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

Hong Kong, 1 March 2017

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
Ambassador Albert F. del Rosario

Independent Non-executive Directors:

Prof. Edward K.Y. Chen, *GBS, CBE, JP*
Margaret Leung Ko May Yee, *SBS, JP*
Philip Fan Yan Hok
Madeleine Lee Suh Shin