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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 METRO PACIFIC INVESTMENTS CORPORATION IN RELATION TO ITS AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2017

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 2017 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 2017.

Summary

On 1 March 2018, the board of directors of MPIC approved the release of the audited consolidated financial results for the year ended 31 December 2017. MPIC’s audited consolidated financial statements have been submitted to the PSE on 1 March 2018, 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 2017, is a company incorporated in the Philippines whose shares are listed on the Philippine Stock Exchange, Inc. (“PSE”). On 1 March 2018, the board of directors of MPIC approved the release of the audited consolidated financial results for the year ended 31 December 2017. MPIC’s audited consolidated financial statements have been submitted to the PSE on 1 March 2018, 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 2017 and 2016, as well as the audited Consolidated Statements of Financial Position as at 31 December 2017 and 2016 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	2017	2016
OPERATING REVENUES		
Water and sewerage services revenue	20,926	20,280
Toll fees	13,107	11,902
Power and coal sales	13,042	–
Hospital revenue	10,737	8,967
Rail revenue	3,155	3,016
Logistics and other revenue	1,545	655
	<u>62,512</u>	<u>44,820</u>
COST OF SALES AND SERVICES	<u>(29,374)</u>	<u>(18,370)</u>
GROSS PROFIT	33,138	26,450
General and administrative expenses	(12,126)	(9,062)
Interest expense	(7,995)	(5,328)
Share in net earnings of equity method investees	8,045	6,808
Dividend income	2,631	1,353
Interest income	623	417
Construction revenue	19,344	16,799
Construction costs	(19,344)	(16,799)
Others	360	299
	<u>24,676</u>	<u>20,937</u>
INCOME BEFORE INCOME TAX	24,676	20,937
PROVISION FOR INCOME TAX		
Current	5,390	4,091
Deferred	259	67
	<u>5,649</u>	<u>4,158</u>
NET INCOME	19,027	16,779
OTHER COMPREHENSIVE INCOME (OCI)		
Net OCI to be reclassified to profit or loss in subsequent periods	482	444
Net OCI not being reclassified to profit or loss in subsequent periods	(948)	1,024
	<u>(466)</u>	<u>1,468</u>
TOTAL COMPREHENSIVE INCOME	<u>18,561</u>	<u>18,247</u>
Net income attributable to:		
Owners of the Parent Company	13,151	11,456
Non-controlling interest	5,876	5,323
	<u>19,027</u>	<u>16,779</u>
Total comprehensive income attributable to:		
Owners of the Parent Company	12,864	12,917
Non-controlling interest	5,697	5,330
	<u>18,561</u>	<u>18,247</u>
EARNINGS PER SHARE		
Basic Earnings Per Common Share, Attributable to Owners of the Parent Company	<u>41.71</u>	<u>38.10</u>
Diluted Earnings Per Common Share, Attributable to Owners of the Parent Company	<u>41.67</u>	<u>38.06</u>

METRO PACIFIC INVESTMENTS CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (AUDITED)
(Amounts in Peso Millions)

As at	31 December 2017	31 December 2016
ASSETS		
Current Assets		
Cash and cash equivalents and short-term deposits	49,317	19,469
Restricted cash	4,047	2,432
Receivables	10,899	5,171
Other current assets	10,432	4,728
	<u>74,695</u>	<u>31,800</u>
Assets held for sale	250	–
Total Current Assets	<u>74,945</u>	<u>31,800</u>
Noncurrent Assets		
Restricted cash	–	889
Investments and advances	150,971	126,556
Service concession assets	168,783	152,693
Property, plant and equipment	67,606	10,480
Goodwill	25,384	21,004
Intangible assets	4,637	1,934
Deferred tax assets	1,045	467
Other noncurrent assets	10,380	5,779
Total Noncurrent Assets	<u>428,806</u>	<u>319,802</u>
	<u>503,751</u>	<u>351,602</u>
LIABILITIES AND EQUITY		
Current Liabilities		
Accounts payable and other current liabilities	27,142	14,965
Income tax payable	1,415	466
Due to related parties	3,879	1,713
Current portion of:		
Provisions	5,997	5,229
Long-term debt	15,573	3,797
Service concession fees payable	871	874
Total Current Liabilities	<u>54,877</u>	<u>27,044</u>
Noncurrent Liabilities		
Noncurrent portion of:		
Provisions	2,106	239
Service concession fees payable	28,873	28,000
Long-term debt	173,510	93,219
Due to related parties	11,767	6,726
Deferred tax liabilities	6,836	3,925
Other long-term liabilities	10,103	4,368
Total Noncurrent Liabilities	<u>233,195</u>	<u>136,477</u>
Total Liabilities	<u>288,072</u>	<u>163,521</u>

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

(Amounts in Peso Millions)

As at	31 December 2017	31 December 2016
Equity		
Owners of the Parent Company:		
Capital stock	31,626	31,619
Additional paid-in capital	68,465	68,438
Treasury shares	(167)	(167)
Equity reserves	5,742	6,282
Retained earnings	53,894	43,889
Other comprehensive income reserve	1,684	1,971
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Total equity attributable to owners of the Parent Company	161,244	152,032
Non-controlling interest	54,435	36,049
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Total Equity	215,679	188,081
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	503,751	351,602
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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 2018.

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

Hong Kong, 1 March 2018

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

Executive Directors:

Manuel V. Pangilinan, *Managing Director and CEO*

Robert C. Nicholson

Christopher H. Young

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