

*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**

*(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 UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2010**

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 Metro Pacific Investments Corporation (“MPIC”), a company in which the First Pacific Group has an economic interest of approximately 55.6% as at 30 June 2010.

#### **Summary**

On 4 August 2010, the board of directors of MPIC approved the release of the unaudited consolidated financial results for the six months ended 30 June 2010. MPIC’s unaudited consolidated financial statements have been submitted to the Philippine Stock Exchange on 4 August 2010, and have been disclosed as the Company’s Overseas Regulatory Announcement on the websites of the HKEX and the Company on 4 August 2010.

MPIC, a company in which the First Pacific Group holds an economic interest of approximately 55.6%, is a company incorporated in the Philippines whose shares are listed on the Philippine Stock Exchange. On 4 August 2010, the board of directors of MPIC approved the release of the unaudited consolidated financial results for the six months ended 30 June 2010. MPIC’s unaudited consolidated financial statements have been submitted to the Philippine Stock Exchange on 4 August 2010, and have been disclosed as the Company’s Overseas Regulatory Announcement on the websites of HKEX and the Company on 4 August 2010. The unaudited consolidated financial statements have been prepared in conformity with the Philippine Financial Reporting Standards. MPIC’s unaudited Consolidated Statement of Income for the six months ended 30 June 2010 and the unaudited Consolidated Balance Sheet as at 30 June 2010 are provided below:

**METRO PACIFIC INVESTMENTS CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)**  
*(Amounts in Peso Thousands)*

<b>For the six months ended 30 June</b>	<b>2010</b>	<b>2009</b>
<b>OPERATING REVENUES</b>		
Water and sewerage services revenue	5,860,374	4,743,174
Toll fees	2,922,316	2,764,887
Hospital revenue	64,871	–
School revenue	12,107	–
	<u>8,859,668</u>	<u>7,508,061</u>
<b>COST OF SERVICES</b>	<u>3,178,411</u>	<u>3,597,711</u>
<b>GROSS PROFIT</b>	<u>5,681,257</u>	<u>3,910,350</u>
<b>GENERAL AND ADMINISTRATIVE EXPENSES</b>	<u>(1,967,275)</u>	<u>(1,342,662)</u>
<b>OTHER INCOME AND EXPENSES</b>		
Construction revenue	4,760,374	2,256,946
Construction costs	(4,717,971)	(2,234,294)
Share in net earnings of associates and joint ventures – net	553,606	149,796
Foreign exchange gains (losses) – net	(691,797)	97,566
Interest income	325,261	260,227
Interest expenses	(2,249,719)	(1,868,625)
Other income	1,473,823	1,446,722
Other expenses	(334,443)	(700,656)
	<u>(880,866)</u>	<u>(592,318)</u>
<b>INCOME FROM CONTINUING OPERATIONS BEFORE INCOME TAX</b>	<u>2,833,116</u>	<u>1,975,370</u>
<b>PROVISION FOR (BENEFIT FROM) INCOME TAX</b>		
Current	25,501	8,636
Deferred	(259,600)	(1,006,845)
	<u>(234,099)</u>	<u>(998,209)</u>
<b>INCOME FROM CONTINUING OPERATIONS AFTER INCOME TAX</b>	<u>3,067,215</u>	<u>2,973,579</u>
<b>INCOME FROM DISCONTINUED OPERATIONS, NET OF TAX</b>	<u>–</u>	<u>45,092</u>
<b>NET INCOME</b>	<u><u>3,067,215</u></u>	<u><u>3,018,671</u></u>
<b>Net income attributable to:</b>		
Owners of Parent Company from:		
Continuing operations	1,753,732	1,625,357
Discontinued operations	–	70,385
	<u>1,753,732</u>	<u>1,695,742</u>
Non-controlling interests	<u>1,313,483</u>	<u>1,322,929</u>
	<u><u>3,067,215</u></u>	<u><u>3,018,671</u></u>
<b>EARNINGS PER SHARE</b>		
<b>Basic Earnings Per Share, Attributable to Owners of Parent Company (in Peso)</b>		
Income from continuing operations	0.087	0.184
Income from discontinued operations	–	0.008
	<u>0.087</u>	<u>0.192</u>
<b>Diluted Earnings Per Share, Attributable to Owners of Parent Company (in Peso)</b>		
Income from continuing operations	0.085	0.168
Income from discontinued operations	–	0.007
	<u>0.085</u>	<u>0.175</u>

**METRO PACIFIC INVESTMENTS CORPORATION AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**

*(Amounts in Peso Thousands)*

<b>As at</b>	<b>30 June 2010 (Unaudited)</b>	31 December 2009 (Audited)
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	5,872,189	6,379,731
Short-term deposits	79,166	2,433,418
Receivables – net	1,983,870	13,475,300
Advances to contractors and consultants	382,277	527,571
Inventories – at cost	107,864	96,012
Real estate for sale	187,010	187,010
Noncurrent assets held for sale	329,570	329,570
Due from related parties	456,219	501,080
Available-for-sale financial assets	282,787	282,787
Other current assets	1,745,541	1,593,832
	<hr/>	<hr/>
Total Current Assets	11,426,493	25,806,311
	<hr/>	<hr/>
<b>Noncurrent Assets</b>		
Investments in:		
Associates and joint ventures – at equity	35,026,873	27,370,023
Bonds	400,600	400,600
Goodwill	12,611,907	12,551,750
Due from related parties	–	65,569
Service concession assets – net	66,131,557	62,185,407
Property and equipment – net	1,223,593	634,405
Derivative assets	29,486	39,212
Deferred tax assets	279,308	214,992
Other noncurrent assets	190,960	131,566
	<hr/>	<hr/>
Total Noncurrent Assets	115,894,284	103,593,524
	<hr/>	<hr/>
	<b>127,320,777</b>	<b>129,399,835</b>
	<hr/> <hr/>	<hr/> <hr/>

**CONSOLIDATED BALANCE SHEETS (Continued)**  
*(Amounts in Peso Thousands)*

<b>As at</b>	<b>30 June 2010 (Unaudited)</b>	31 December 2009 (Audited)
<b>LIABILITIES AND EQUITY</b>		
<b>Current Liabilities</b>		
Accounts payable and other current liabilities	7,698,559	7,532,438
Unearned toll revenues	24,044	21,135
Unearned tuition and other school fees	39,846	–
Income tax payable	2,592	10,818
Due to related parties	482,669	429,718
Current portion of:		
Provisions	609,861	555,640
Service concession fees payable	1,594,612	1,208,467
Long-term debts	897,821	958,095
Deferred credits and other long-term liabilities	262,131	942,279
<b>Total Current Liabilities</b>	<b>11,612,135</b>	<b>11,658,590</b>
<b>Noncurrent Liabilities</b>		
Noncurrent portions of:		
Provisions	365,353	415,827
Service concession fees payable	8,124,463	9,071,673
Long-term debts	31,779,534	41,828,305
Deferred credits and other long-term liabilities	2,660,994	3,432,643
Due to related parties	6,214,817	–
Derivative liabilities	48,313	44,467
Accrued retirement costs	56,237	–
Deferred tax liabilities	2,515,621	2,672,692
<b>Total Noncurrent Liabilities</b>	<b>51,765,332</b>	<b>57,465,607</b>
<b>Total Liabilities</b>	<b>63,377,467</b>	<b>69,124,197</b>
<b>Equity</b>		
Capital stock	20,178,655	20,178,155
Additional paid-in capital	27,860,444	27,860,033
Equity component of convertible notes	400,874	–
Other reserves	455,612	451,091
Retained earnings	4,639,668	2,885,936
Other comprehensive income reserve	(118,398)	(109,743)
<b>Total equity attributable to owners of Parent Company</b>	<b>53,416,855</b>	<b>51,265,472</b>
Non-controlling interests	10,526,455	9,010,166
<b>Total Equity</b>	<b>63,943,310</b>	<b>60,275,638</b>
	<b>127,320,777</b>	<b>129,399,835</b>

## GENERAL

Shareholders should note that the above unaudited and 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 Philippine Stock Exchange (<http://www.pse.org.ph>), as well as disclosed as the Company's Overseas Regulatory Announcement on the websites of the HKEX and the Company on 4 August 2010.

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

Hong Kong, 4 August 2010

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

Ibrahim Risjad

Benny S. Santoso

Graham L. Pickles\*

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

Jun Tang\*

\* *Independent Non-executive Directors*