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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)

OVERSEAS REGULATORY ANNOUNCEMENT

Please refer to the attached disclosure filed by Philex Mining Corporation (“Philex”) with the Philippine Stock Exchange, in relation to Philex’s press release on its operating and financial results for the first quarter ended 31 March 2014.

Dated this the 30th day of April, 2014

As at the date of this announcement, the board of directors of First Pacific Company Limited 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



PRESS RELEASE

FIRST QUARTER 2014 OPERATING AND FINANCIAL RESULTS **WITH COMPARATIVES FOR FIRST QUARTER 2013**

HIGHLIGHTS

- 1Q2014 CORE NET INCOME AT P278.4 MILLION (1Q2013: P132.4 MILLION), UP 110%
- REPORTED NET INCOME AT P267.4 MILLION, LOWER THAN LAST YEAR
- HIGHER NUMBER OF OPERATING DAYS THIS YEAR RESULTED IN INCREASED PRODUCTION OF GOLD AND COPPER
- REALIZED PRICES FOR GOLD AT US\$1,371/OZ (1Q2013: US\$1,595/OZ); COPPER AT US\$2.85/LB (1Q2013: US\$3.42/LB)
- CONSOLIDATED REVENUES REACHED P2.913 BILLION

Manila, Philippines – The Board of Directors of Philex Mining Corporation (PSE:PX) (the “Company” or “Philex”) today announced that the Company’s Core Net Income in the first three months of 2014, based on unaudited financial results, more than doubled to P278.4 million from P132.4 million in the same period last year. Reported Net Income for the period, however, was lower at P267.4 from P403.3 million in the first quarter of 2013, which included a significant amount of one-time income from insurance claims received (P1.017 billion).

Production and Revenues

The Padcal mine operated for three (3) whole months 2014 compared with approximately one (1) month of operation in 2013 resulting in significantly higher output and increased revenues. Consolidated revenues grew 228 percent to P2.913 billion in the first quarter of this year from P889.3 million in 2013.

The growth in revenues was a function of the higher number of operating days and the corresponding increase in metal production, partially offset by lower realized metal prices. Total tonnes milled in 2014 was 2,396,077 (1Q2013: 611,801 tonnes), equivalent to an average daily throughput of 26,623 tonnes—4% better than the 25,492 average daily tonnage in 2013.

Gold production in the first quarter of 2014 rose almost two-and-a-half times to 26,442 ounces from the same period last year. Gold revenue surged 227 percent to P1.610 billion, despite realized prices for gold falling to US\$1,371 per ounce (1Q2013: US\$1,595 per ounce).

Similarly, copper produced almost quadrupled from last year to 9,468,009 pounds, corresponding to a 246-percent increase in revenue to P1.178 billion, as realized prices for

copper dropped to US\$2.85 per pound (1Q2013: US\$ 3.42 per pound). Combined revenues from silver, coal, and petroleum more than doubled to P124.4 million (1Q2013: P55.3 million), with the petroleum volume increase mainly due to the higher production at the Galoc oil field.

Operating Costs and Other Charges

Because of the higher number of operating days this year, costs and expenses reached P2.274 billion for the period (1Q2013: P682.8 million).

Meanwhile, Other Charges this year amounted to P49.1 million, reversing the P446.4 million Net Other Income shown last year due primarily to the one-off, significant insurance proceeds received.

EBITDA, Net Income and Core Earnings per Share

The higher output also delivered a consolidated EBITDA of P907.8 million this year – almost doubling the P460.7 million reported in 2013. Core earnings per share amounted to 5.64 centavos (1Q2013: 2.68 centavos). Net Income per share was 5.1 centavos (1Q2013: 8.5 centavos).

Outlook

“We are glad to be starting the year on a positive note, and looking forward to operate finally the Padcal mine for the full twelve (12) months in 2014, after two (2) successive years of partial operations. Our rehabilitation initiatives at Padcal affirm our strong commitment to ensure the maximum safety of all our people and facilities, and full compliance with all the applicable laws governing our operations. Furthermore, we believe the Company has completed all the remedial measures and investments required to improve the water management system at Padcal and last year, these new facilities were commissioned. The construction of the third and final chute is also currently underway and will be completed by July 1, 2014,” said Philex Mining President and Chief Executive Officer Eulalio B. Austin, Jr.

“With respect to the local tax issue, the parties involved are already on advanced stage of discussion, and we are optimistic that a mutually beneficial resolution will be reached at the soonest possible time. In addition, we have also successfully completed the clean-up of the bodies of water affected by the incident in 2012, and continue to be engaged in constant dialogue with the Pollution Adjudication Board,” Austin added.

“The Company’s Silangan Project in Surigao del Norte, meanwhile, also continued to progress in the first quarter of 2014 as Philex awaits the completion of the project’s Pre-Feasibility Study within the second quarter of the year,” Silangan Mindanao Mining Company, Inc. President and Chief Operating Officer Yulo E. Perez said.

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PHILEX MINING CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

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

	March 31, 2014 (UNAUDITED)	December 31 2013 (AUDITED)
ASSETS		
Current Assets		
Cash and cash equivalents	3,627,731	4,080,512
Accounts receivable	638,334	295,451
Inventories	1,743,482	2,668,274
Other current assets	1,411,103	1,343,245
Total Current Assets	7,420,650	8,387,482
Noncurrent Assets		
Property, plant and equipment - net	6,917,959	6,880,096
Available-for-sale (AFS) financial assets	1,141,061	975,380
Goodwill	1,208,020	1,208,020
Deferred income tax assets	15,354	11,818
Deferred exploration costs and other noncurrent assets	23,388,153	22,427,186
Total Noncurrent Assets	32,670,547	31,502,500
TOTAL ASSETS	40,091,197	39,889,982
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Loans payable - current	6,201,496	6,176,369
Accounts payable and accrued liabilities	2,170,524	2,321,301
Income Tax Payable	137,200	11,519
Dividends payable	483,442	460,650
Provisions and subscriptions payables	810,156	805,108
Total Current Liabilities	9,802,818	9,774,947
Noncurrent Liabilities		
Deferred income tax liabilities - net	3,897,812	3,916,378
Loans payable - net of current portion	57,235	55,014
Pension obligation	20,793	21,598
Provision for losses and mine rehabilitation costs	203,029	204,791
Total Noncurrent Liabilities	4,178,869	4,197,781
Total Liabilities	13,981,687	13,972,728
Equity Attributable to Equity Holders of the Parent Company		
Capital Stock - P1 par value	4,936,996	4,936,996
Additional paid-in capital	1,067,566	1,058,497
Retained Earnings		
Unappropriated	4,134,504	4,128,826
Appropriated	10,000,000	10,000,000
Net unrealized gain on AFS financial assets	170,369	4,689
Cumulative translation adjustments	23,885	25,116
Net revaluation surplus	1,611,397	1,611,397
Effect of transactions with non-controlling interests	45,099	45,099
	21,989,816	21,810,620
Non-controlling Interests	4,119,694	4,106,634
Total equity	26,109,510	25,917,254
TOTAL LIABILITIES & EQUITY	40,091,197	39,889,982

PHILEX MINING CORPORATION AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENTS OF INCOME
FOR THE THREE MONTHS ENDED MARCH 31, 2014 AND 2013
(Amounts in Peso Thousands, except Earnings Per Share)

	2014	2013
REVENUE		
Gold	1,610,402	493,023
Copper	1,178,450	340,954
Silver	22,125	7,837
	2,810,977	841,814
Less: Marketing charges	213,750	47,520
	2,597,227	794,294
Petroleum	99,014	46,472
Coal	2,709	1,031
Others	580	-
	2,699,530	841,797
COSTS AND EXPENSES		
Mining and milling costs (including depletion and depreciation)	1,795,539	327,123
General and administrative expenses	285,555	275,353
Mine products taxes & royalties	137,975	44,445
Petroleum production costs	32,263	28,474
Handling, hauling and storage	19,822	6,578
Cost of coal sales	2,794	821
	2,273,948	682,794
INCOME FROM OPERATIONS	425,582	159,003
OTHER INCOME(CHARGES)		
Interest income	13,605	6,852
Insurance proceeds	-	1,017,125
Gain on sale of AFS financial assets	-	26,880
Padcal maintenance costs during suspension of operations	-	(439,590)
Interest expense	(79,696)	(105,276)
Foreign exchange losses	(33,648)	(16,690)
Others - net	50,622	(42,919)
	(49,117)	446,382
INCOME BEFORE INCOME TAX	376,465	605,385
PROVISION FOR INCOME TAX	(109,042)	(202,070)
NET INCOME	267,423	403,315
NET INCOME ATTRIBUTABLE TO:		
Equity Holders of the Parent Company	252,528	420,686
Non-controlling interests	14,895	(17,371)
	267,423	403,315
CORE INCOME	278,414	132,373
BASIC EARNINGS PER SHARE	0.0512	0.0853
DILUTED EARNINGS PER SHARE	0.0512	0.0853
CORE INCOME PER SHARE	0.0564	0.0268