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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 PHILEX MINING CORPORATION IN RELATION TO ITS UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2015

This Announcement is made by First Pacific Company Limited (“First Pacific” or the “Company”) to provide shareholders of First Pacific and the public with the unaudited consolidated financial results of Philex Mining Corporation (“Philex”), a major operating associate of the Company, for the six months ended 30 June 2015.

Summary

On 29 July 2015, the board of directors of Philex approved the release of the unaudited consolidated financial results for the six months ended 30 June 2015. Philex’s unaudited consolidated financial results have been submitted to the Philippine Stock Exchange, Inc. (“PSE”) on 29 July 2015, and have also been disclosed as the Company’s Overseas Regulatory Announcement on the websites of The Stock Exchange of Hong Kong Limited (“HKEX”) and the Company.

Philex, a major operating associate of First Pacific, is a company incorporated in the Philippines whose shares are listed on the PSE. First Pacific holds a 31.2% economic interest in Philex (Two Rivers Pacific Holdings Corporation, a Philippine affiliate of First Pacific, holds an additional 15.0% economic interest in Philex). On 29 July 2015, the board of directors of Philex approved the release of the unaudited consolidated financial results for the six months ended 30 June 2015. Philex’s unaudited consolidated financial results have been submitted to the PSE on 29 July 2015, which have also been disclosed as the Company’s Overseas Regulatory Announcement on the websites of HKEX and the Company. The unaudited consolidated financial statements have been prepared in conformity with the Philippine Financial Reporting Standards and are presented in Philippine Peso. Philex’s unaudited Consolidated Statements of Income for the six months ended 30 June 2015 and 2014, as well as the unaudited Consolidated Statement of Financial Position as at 30 June 2015 and audited Consolidated Statement of Financial Position as at 31 December 2014 are provided below:

PHILEX MINING CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)
FOR THE SIX MONTHS ENDED 30 JUNE 2015 AND 2014

(Amounts in Peso Thousands, except Earnings Per Share which are in Peso)

	2015	2014
REVENUE		
Gold	2,894,336	3,087,995
Copper	1,870,356	2,452,730
Silver	37,564	43,044
Petroleum & others	83,452	197,754
	4,885,708	5,781,523
Less: Marketing charges	403,439	424,984
	4,482,269	5,356,539
COSTS AND EXPENSES		
Mining and milling costs (including depletion and depreciation)	3,032,343	3,514,810
General and administrative expenses	363,846	540,032
Excise taxes and royalties	240,671	280,627
Petroleum production costs	54,124	87,938
Handling, hauling and storage	36,555	41,830
Cost of coal sales	–	2,794
	3,727,539	4,468,031
OTHER INCOME (CHARGES)		
Gain on sale of AFS financial assets	107,088	–
Interest income	2,640	9,190
Interest expense	(10,943)	(162,614)
Foreign exchange gains (losses) – net	(27,803)	94,777
Others – net	(8,459)	(3,614)
	62,523	(62,261)
INCOME BEFORE INCOME TAX	817,253	826,247
PROVISION FOR INCOME TAX	(252,446)	(225,787)
NET INCOME	564,807	600,460
NET INCOME ATTRIBUTABLE TO:		
Equity holders of the Parent Company	606,974	626,949
Non-controlling interests	(42,167)	(26,489)
	564,807	600,460
BASIC EARNINGS PER SHARE	0.1229	0.1270
DILUTED EARNINGS PER SHARE	0.1229	0.1270

PHILEX MINING CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Amounts in Peso Thousands, except Par Value Per Share which is in Peso)

	30 June 2015 (UNAUDITED)	31 December 2014 (AUDITED)
ASSETS		
Current Assets		
Cash and cash equivalents	3,103,435	5,231,892
Accounts receivable	400,827	1,055,864
Inventories	1,896,806	1,858,220
Derivative assets	10,073	7,766
Other current assets	1,581,751	1,376,741
Total Current Assets	6,992,892	9,530,483
Noncurrent Assets		
Property, plant and equipment – net	7,477,094	7,138,912
Available-for-sale (AFS) financial assets	601,835	906,681
Goodwill	1,238,583	1,238,583
Deferred income tax assets	8,304	8,224
Deferred exploration costs and other noncurrent assets	27,617,103	25,817,465
Total Noncurrent Assets	36,942,919	35,109,865
TOTAL ASSETS	43,935,811	44,640,348
LIABILITIES AND EQUITY		
Current Liabilities		
Loans payable – current	3,629,745	4,307,720
Accounts payable and accrued liabilities	1,750,648	1,795,755
Income tax payable	102,686	47,423
Dividends payable	484,850	488,818
Provisions and subscriptions payables	498,573	883,102
Total Current Liabilities	6,466,502	7,522,818
Noncurrent Liabilities		
Deferred income tax liabilities – net	3,994,510	3,859,141
Bonds payable	6,099,680	5,947,366
Pension obligation	23,940	43,585
Provision for losses and mine rehabilitation costs	576,618	225,618
Total Noncurrent Liabilities	10,694,748	10,075,710
TOTAL LIABILITIES	17,161,250	17,598,528
Equity Attributable to Equity Holders of the Parent Company		
Capital Stock – 1 Peso par value	4,940,399	4,940,399
Additional paid-in capital	1,138,009	1,117,627
Retained earnings		
Unappropriated	5,218,365	4,712,032
Appropriated	10,000,000	10,000,000
Net unrealized (loss) gain on AFS financial assets	(178,481)	(64,010)
Equity conversion option	1,225,518	1,225,518
Cumulative translation adjustments	58,362	37,370
Net revaluation surplus	1,611,397	1,611,397
Effect of transaction with non-controlling interests	(12,508)	19,084
	24,001,061	23,599,417
Non-controlling interests	2,773,500	3,442,403
Total Equity	26,774,561	27,041,820
TOTAL LIABILITIES & EQUITY	43,935,811	44,640,348

GENERAL

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

The above information only refers to certain sections of Philex's disclosure and shareholders should refer to Philex'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 29 July 2015.

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

Hong Kong, 29 July 2015

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
Napoleon L. Nazareno

Independent Non-executive Directors:

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