

PRESS RELEASE

Issue date: May 30, 2013

Lopez Holdings to focus on sustaining shareholder returns

Lopez Holdings Corporation will continue to provide support for core investees ABS-CBN Corporation (ABS-CBN) and First Philippine Holdings Corporation (FPH) to ensure sustainable returns to shareholders.

At today's annual meeting, Lopez Holdings president Salvador G. Tirona told shareholders the company is "committed to support its core companies by all means necessary to secure their path toward sustainable growth."

Lopez Holdings had to restructure over US\$560 million in debt in 2002, after investees in telecom and water distribution were seriously crippled by the Asian financial contagion in 1997. The company reduced obligations through the sale of stakes in toll roads, property development and a tertiary hospital, as well as the repurchase of debt papers. As of March 31, 2013, unstructured debt was at P67 million (less than US\$2 million), with the company current on US\$23 million in restructured debt.

Ambassador to Tokyo Manuel M. Lopez, chairman of Lopez Holdings, announced a P0.125 per share cash dividend, as approved by the company's board of directors. Record date was set on June 14, 2013 and payment date on or before June 28. The company declared cash dividends of P0.10 per share in 2011 and 2012, based on previous year's incomes. The 2013 cash dividend is based on the 2012 net income, which benefited from a one-time gain booked by FPH from the sale of Meralco shares.

The core investments of Lopez Holdings are in media and communications through ABS-CBN and in sustainable energy development, infrastructure, property development and green manufacturing through FPH. ABS-CBN is the country's largest multimedia content provider and drives synergies with affiliate Sky Cable Corporation and sister company Bayan Telecommunications, Inc.

FPH, a minority shareholder in Meralco (MER), is the parent company of leading clean and renewable energy advocate First Gen Corporation (PSE: FGEN), which in turn controls geothermal energy pioneer Energy Development Corporation (PSE: EDC). First Philec Solar Corporation, a private entity, leads and manages FPH's manufacturing portfolio. Publicly listed Rockwell Land Corporation (PSE: ROCK) and premier investment community First Philippine Industrial Park are also subsidiaries of FPH.

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ANNUAL STOCKHOLDERS' MEETING

May 30, 2013



DEBT UPDATE

US\$560 mn in 2002 → US\$23 mn in 2012

MILESTONES

2005	US\$160 mn Maynilad guarantees removed
2007	US\$ 43 mn debt buyback at a discount
2009	US\$262 mn debt buyback at a discount
2010	US\$ 24 mn debt restructured
2011	US\$ 35 mn debt buyback at face value
2012	US\$ 5 mn debt buyback at face value

2



FULL YEAR INCOME

Consolidated, in million pesos	2012	2011	2010
Net Revenues	28,395	25,143	27,946
Equity in net earnings of associates	3,728	732	11,118
Gain on extinguishment of debt	85	2,119	658
Gain on sale of assets	54	1,291	-
Expenses	(27,727)	(25,041)	(25,131)
Tax	484	295	1,135
Net income*	4,538	3,955	13,175

* attributable to Equity Holders of Parent Company

3



FINANCIAL POSITION

Consolidated, in billion pesos		
	2012	2011
Total Assets	82.612	77.050
Interest Bearing Loans & Borrowings	16.747	13.761
Equity Holders of Parent	42.767	41.085
Debt-to-Equity (x)	0.39	0.33
Book Value Per Share	9.97	9.15

4



CHANGES IN ACCOUNTING RULES

PFRS 10 -- Consolidated Financial Statements
replaces the portion of PAS 27 --
*Consolidated and Separate
Financial Statements*

5



FINANCIAL POSITION

Unaudited Consolidated (as restated), in billion pesos				
	Parent Company Only		Consolidated	
	1Q 2013	Full 2012	1Q 2013	Full 2012
Current Assets	0.888	1.138	78.781	78.351
Noncurrent Assets	44.662	43.045	196.270	194.868
Total Assets	45.550	44.182	275.051	273.219
Current Liabilities	0.437	0.439	33.868	37.603
Interest Bearing Loans & Borrowings				
- net of current portion	0.892	0.896	105.367	104.299
Equity Holders of Parent	44.159	42.980	44.159	42.980

6



FIRST QUARTER INCOME

Unaudited Consolidated, in million pesos (as restated)		
	1Q2013	1Q2012
Revenues	22,155	25,366
Cost and Expenses	(16,763)	(19,152)
Other Income (Expenses)	(460)	2,346
<i>Accretion and Interest on Notes</i>	<i>306</i>	<i>182</i>
Net income*	1,001	2,752

- Other income in 1Q 2012 includes share in First Philippine Holdings P3.34 bn gain from the sale of its shares in Meralco

7

FINANCIAL PERFORMANCE: CORE BUSINESSES



- Recognized leader in clean and renewable energy through First Gen and EDC; has investment in property development, pipeline, construction firm, manufacturing



- Leads synergies, reflects the diverse nature of its operations: television, radio, cable, cinema, talent development, magazines, recording, international content distribution, licensing, public service. Maintained national ratings leadership



FIRST PHILIPPINE HOLDINGS CORP.

Income Statement		
Consolidated, in billion pesos	2012	2011
Revenues	77.952	70.315
Expenses	(65.509)	(60.966)
Other income (expenses)	2.463	(2.440)
Net income to Equity Holders of Parent	9.552	2.117
Balance Sheet		
Consolidated, in billion pesos	2012	2011
Total Assets	174.856	167.003
Total Debt	80.530	69.186
Equity to equity holders of Parent	67.540	64.114
Debt-to-equity ratio	1.192	1.079



FIRST PHILIPPINE HOLDINGS CORP.

Consolidated, in billion pesos	1Q 2013	1Q 2012
Revenues	22.157	25.438
<i>Sale of electricity</i>	20.180	22.594
<i>Real estate</i>	0.906	0.680
<i>Contracts and services</i>	0.774	0.552
<i>Sale of merchandise</i>	0.270	1.540
<i>Share in project revenues of JV</i>	0.250	-
Cost and Expenses	(16.722)	(19.116)
Other income (expenses)	(0.759)	2.019
Net income to Equity Holders of Parent	1.779	4.963



ABS-CBN CORPORATION

Statement of Income			
Consolidated, in billion pesos	1Q 2013	2012	2011
Revenues	7.878	28.394	25.142
Expenses	(7.400)	(27.402)	(24.449)
Tax	(0.179)	(0.453)	(0.287)
Net income to Equity Holders of Parent	0.508	1.708	2.420
Statement of Financial Position			
Consolidated, in billion pesos	1Q 2013	2012	2011
Total Assets	51.684	49.480	44.800
Total Debt	29.302	27.962	24.263
Equity Holders of Parent	19.947	19.160	18.335
Debt-to-equity ratio (x)	1.469	1.459	1.323

CORPORATE UPDATE

- **ABS-CBN Convergence via network sharing with Globe Telecom**



FINANCIAL CONDITION

	March-13	2012	2011
Major Asset Values	<u>44.2</u>	<u>37.8</u>	<u>28.9</u>
ABS-CBN (60.3%)	17.5	14.9	13.3
First Phil. Holdings (46.6%)	26.7	22.9	15.6
Less: Total Debt	<u>1.0</u>	<u>1.0</u>	<u>1.3</u>
Net Asset Values - Total (P bn)	43.2	36.7	27.6
- Php Per Share	9.42	8.02	6.02
Market Cap - Total (P bn)	33.1	28.8	23.4
- Php Per Share	7.22	6.28	5.10
Book Value Per Share	10.61	9.97	9.15

**Asset values include market values for ABS-CBN & FPHC*



LÓPEZ
HOLDINGS CORP.

ANNUAL STOCKHOLDERS' MEETING

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