



ASIA CAPITAL PLC
Interim Report
2nd Quarter Ended 30th September 2016

ASIA CAPITAL PLC
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME- GROUP

	Half year ended 30th September			Quarter ended 30th September		
	2016 Rs.'000	2015 Rs.'000	Change %	2016 Rs.'000	2015 Rs.'000	Change %
Revenue	280,331	132,980	111%	88,688	88,101	1%
Cost of Sales	(164,998)	(66,369)	149%	(34,830)	(43,296)	-20%
Gross Profit	115,333	66,611	73%	53,858	44,804	20%
Other Operating Income	45,316	10,567	329%	16,216	12,684	28%
Selling and Distribution Expenses	(25,816)	(19,417)	33%	(9,947)	(3,648)	173%
Administrative Expenses	(255,247)	(209,700)	22%	(130,882)	(146,832)	-11%
Other Operating Expenses	(65,977)	(54,160)	22%	(18,392)	(38,697)	-52%
Net Finance Income/(Cost)	(90,528)	(29,711)	205%	(60,632)	(11,737)	417%
Share of Profit of Joint Venture	2,084	505	100%	1,579	505	213%
Profit/(Loss) Before Taxation	(274,834)	(235,305)	17%	(148,200)	(142,920)	4%
Income Tax	-	(11,133)	100%	-	(11,133)	-100%
Profit/(Loss) for the Period	(274,834)	(246,438)	12%	(148,200)	(154,053)	-4%
Attributable to						
Equity Holders of the Parent Company	(251,886)	(231,019)		(137,080)	(143,511)	
Non-Controlling Interest	(22,948)	(15,419)		(11,120)	(10,543)	
	(274,834)	(246,438)	12%	(148,200)	(154,053)	-4%
Basic Earnings/(Loss) Per Share (Rs.)	(1.92)	(1.76)		(1.04)	(1.09)	
STATEMENT OF OTHER COMPREHENSIVE INCOME-GROUP						
Profit/(Loss) for the Period	(274,834)	(246,438)	12%	(148,200)	(154,053)	-4%
Other Comprehensive Income						
Actuarial Gain /(loss) on Defined Benefit Obligations	-	-		-	-	
Revaluation Surplus on Property, Plant and Equipment	-	-		-	-	
Deferred Taxation on Revaluation Surplus	-	-		-	-	
Other Comprehensive Income for the Period, net of tax	-	-		-	-	
Total Comprehensive Income for the Period	(274,834)	(246,438)	12%	(148,200)	(154,053)	-4%
Attributable to						
Equity Holders of the Parent Company	(251,886)	(231,019)		(137,080)	(143,511)	
Non-Controlling interest	(22,948)	(15,419)		(11,120)	(10,543)	
Total Comprehensive Income for the Period	(274,834)	(246,438)	12%	(148,200)	(154,054)	-4%

Note: Figures in bracket indicate deductions.

The above figures given are provisional and subject to audit.

ASIA CAPITAL PLC
STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME- COMPANY

	Half year ended 30th September			Quarter ended 30th September		
	2016 Rs.'000	2015 Rs.'000	Change %	2016 Rs.'000	2015 Rs.'000	Change %
Revenue	114,135	35,179	224%	-	22,818	-100%
Cost of Sales	(96,169)	(35,093)	174%	-	(22,324)	-100%
Gross Profit	17,966	86	20791%	-	494	-100%
Other Operating Income	39,245	4,908	700%	12,258	-	100%
Selling and Distribution Expenses	(6,341)	(5,233)	21%	(1,276)	(2,888)	-56%
Administrative Expenses	(81,098)	(83,948)	-3%	(41,720)	(42,375)	-2%
Other Operating Expenses	(62,905)	(54,160)	16%	(18,392)	(54,865)	-66%
Net Finance Income/(Costs)	(59,250)	(19,246)	208%	(43,864)	(5,132)	755%
Profit/(Loss) Before Taxation	(152,383)	(157,592)	-3%	(92,994)	(104,766)	-11%
Income Tax Expense	-	(11,133)		-	(11,133)	-100%
Profit/(Loss) for the Period	(152,383)	(168,725)	-10%	(92,994)	(115,899)	-20%
Basic Earnings/(Loss) Per Share (Rs.)	(1.16)	(1.28)		(0.71)	(0.88)	

STATEMENT OF OTHER COMPREHENSIVE INCOME

Profit/(Loss) for the Period	(152,383)	(168,725)	-10%	(92,994)	(115,899)	-20%
Other Comprehensive Income						
Actuarial Gain /(loss) on Defined Benefit Obligations	-	-		-	-	
Revaluation Surplus on Property, Plant and Equipment	-	-		-	-	
Deferred Taxation on Revaluation Surplus	-	-		-	-	
Other Comprehensive Income for the Period, net of tax	-	-		-	-	
Total Comprehensive Income for the Period	(152,383)	(168,725)	-10%	(92,994)	(115,899)	-20%

Note: Figures in bracket indicate deductions.

The above figures given are provisional and subject to audit.

ASIA CAPITAL PLC
STATEMENTS OF FINANCIAL POSITION

AS AT	GROUP		COMPANY	
	30.09.2016 Rs.'000	31.03.2016 Rs.'000 (Audited)	30.09.2016 Rs.'000	31.03.2016 Rs.'000 (Audited)
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	3,361,015	3,463,295	26,953	30,148
Intangible Assets	118,545	121,460	2,903	5,650
Investments in Subsidiaries	-	-	1,212,080	1,094,286
Investments in Joint Venture	35,604	35,118	33,520	33,520
Long Term Deposits and Advances	11,947	11,947	11,947	11,947
	3,527,111	3,631,820	1,287,403	1,175,551
Current Assets				
Inventories	211,445	207,240	-	-
Financial Assets Fair Value Through Profit or Loss	-	96,170	-	96,170
Held to maturity Investments	51,286	32,739	35,946	33,046
Available for sale Financial Assets	114,853	114,853	114,853	114,853
Income Tax Receivable	1,511	1,374	-	-
Trade and Other Receivables	270,456	225,486	17,029	31,336
Amounts due from Related Parties	-	-	693,166	664,200
Cash and Cash Equivalents	20,099	19,523	10,389	630
	669,650	697,385	871,383	940,235
Total Assets	4,196,761	4,329,205	2,158,784	2,115,786
EQUITY AND LIABILITIES				
Capital and Reserves				
Stated Capital	1,498,498	1,498,498	1,498,498	1,498,498
Revaluation Reserves	1,408,670	1,408,670	5,905	5,905
Retained Earnings/ (Accumulated Losses)	(1,024,340)	(732,683)	(552,653)	(400,270)
Shareholders' Fund	1,882,828	2,174,485	951,750	1,104,133
Non-controlling interest	445,722	471,114	-	-
Total Equity	2,328,550	2,645,599	951,750	1,104,133
Non-Current Liabilities				
Retirement Benefit Obligations	27,495	22,862	14,444	13,844
Interest Bearing Borrowings - Non Current	975,854	966,836	501,198	556,888
Trade and Other Payables	-	-	-	-
	1,003,349	989,698	515,642	570,732
Current Liabilities				
Non - Interest Bearing Borrowings - Current	94,364	96,050	94,364	96,050
Interest Bearing Borrowings - Current	385,586	336,616	397,680	238,832
Differed Income	11,485	11,485	11,485	11,485
Trade and Other Payables	220,061	193,725	105,390	46,147
Amounts due to Related Parties	-	-	5,608	20,595
Income Tax Payable	20,071	23,695	20,071	23,355
Bank Overdrafts	133,295	32,337	56,794	4,456
	864,861	693,908	691,392	440,920
Total Liabilities	1,868,210	1,683,606	1,207,034	1,011,653
Total Equity and Liabilities	4,196,761	4,329,205	2,158,784	2,115,786
Net Assets Per Share (Rs.)	14.34	16.56	7.25	8.41

Note: Figures in bracket indicate deductions.

The above figures given are provisional and subject to audit.

I certify that the above financial statements have been prepared in compliance with the requirements of the Companies Act No. 7 of 2007

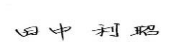


Thusitha Perera
Group Chief Financial Officer

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
Approved and signed for and on behalf of the Board of Directors,



Stefan Abeyasinghe
Director /Group CEO



Toshiaki Tanaka
Director

15th November Colombo.

ASIA CAPITAL PLC
STATEMENT OF CHANGES IN EQUITY
GROUP

	Stated Capital	Revaluation Reserve	Capital Reserve	General Reserve	Retained Earnings/ Accumulated Losses	Total Attributable to Equity holders	Non-controlling Interest	Total Equity
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 01st April 2014	1,114,558	45,779	5,922	19,504	(880,200)	305,113	263,492	568,605
Prior Period adjustments	-	-	(2,115)	(4,797)	64,562	57,650	(929)	56,721
Issue of New shares	383,940	-	-	-	-	383,940	-	383,940
Profit / (Loss) for the period	-	-	-	-	(376,599)	(376,599)	(25,650)	(402,249)
Adjustment on Acquisition, Disposal and Change in Holding of Subsidiary	-	(2,116)	(3,807)	(14,707)	-	(20,630)	(217,061)	(237,691)
Revaluation Surplus on Property, Plant and Equipment	-	(29)	-	-	-	(29)	-	(29)
Balance as at 31st March 2015	1,498,498	43,634	-	-	(1,192,237)	349,895	19,852	369,747
Prior Period adjustments	-	-	-	-	15,764	15,764	10,148	25,912
Profit / (Loss) for the period	-	-	-	-	(143,511)	(143,511)	(10,543)	(154,054)
Adjustment on Acquisition, Disposal and Change in Holding of Subsidiary	-	-	-	-	-	-	-	-
Revaluation Surplus on Property, Plant and Equipment	-	-	-	-	-	-	-	-
Balance as at 30th September 2015	1,498,498	43,634	-	-	(1,319,984)	222,148	19,457	241,605
Prior Period adjustments	-	-	-	-	127,747	-	327,463	327,463
Transferred to reserves during the period	-	-	-	-	-	-	-	-
Profit / (Loss) for the period	-	-	-	-	(372,568)	(372,568)	(18,921)	(391,489)
Adjustment on Acquisition, Disposal and Change in Holding of Subsidiary	-	-	-	-	832,122	832,122	-	832,122
Revaluation Surplus on Property, Plant and Equipment	-	1,365,036	-	-	-	1,492,783	143,115	1,635,898
Balance as at 31st March 2016	1,498,498	1,408,670	-	-	(732,683)	2,174,485	471,114	2,645,599
Prior Period adjustments	-	-	-	-	(16,823)	(39,771)	(2,444)	(42,215)
Transferred to reserves during the period	-	-	-	-	-	-	-	-
Profit / (Loss) for the period	-	-	-	-	(274,834)	(251,886)	(22,948)	(274,834)
Adjustment on Acquisition, Disposal and Change in Holding of Subsidiary	-	-	-	-	-	-	-	-
Revaluation Surplus on Property, Plant and Equipment	-	-	-	-	-	-	-	-
Balance as at 30th September 2016	1,498,498	1,408,670	-	-	(1,024,340)	1,882,828	445,722	2,328,550

COMPANY

	Stated Capital	Revaluation Reserve	Retained Earnings/ Accumulated Losses	Total
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 01st April 2014	1,114,558	5,905	(444,313)	676,150
Prior Period Adjustment	-	-	14,254	14,254
Issue of new shares	383,940	-	-	383,940
Profit / (Loss) for the period	-	-	(65,470)	(65,470)
Balance as at 30 th June 2014	1,498,498	5,905	(495,529)	1,008,874
Prior Period Adjustment	-	-	(219,617)	(219,617)
Loss for the period	-	-	(281,489)	(281,489)
Revaluation Surplus on Property, Plant and Equipment	-	-	-	-
Balance as at 30th September 2015	1,498,498	5,905	(996,635)	507,768
Prior Period adjustments	-	-	-	-
Issue of New shares	-	-	-	-
Revaluation Surplus on Property, Plant and Equipment	-	-	-	-
Profit / (Loss) for the period	-	-	596,365	596,365
Balance as at 31st March 2016	1,498,498	5,905	(400,270)	1,104,133
Prior Period adjustments	-	-	-	-
Issue of New shares	-	-	-	-
Revaluation Surplus on Property, Plant and Equipment	-	-	-	-
Profit / (Loss) for the period	-	-	(152,383)	(152,383)
Balance as at 30th September 2016	1,498,498	5,905	(552,653)	951,750

The above figures given are provisional and subject to audit.

ASIA CAPITAL PLC
CASH FLOW STATEMENTS

	GROUP		COMPANY	
	30/09/2016 Rs.'000	31/03/2016 Rs.'000	30/09/2016 Rs.'000	31/03/2016 Rs.'000
Net cash generated from/(used in) operating activities	(200,243)	(180,322)	(17,174)	1,538,089
Net cash generated from/(used in) investing activities	40,187	(354,175)	(126,877)	(811,911)
Net cash generated from/(used in) financing activities	59,674	123,208	101,472	(743,699)
Net increase/(decrease) in cash & cash equivalents	(100,382)	(50,645)	(42,579)	(17,521)
Cash and cash equivalents at the beginning of the period	(12,814)	37,831	(3,826)	13,695
	(113,196)	(12,814)	(46,405)	(3,826)
Cash and cash equivalents				
Cash at bank and in hand	20,099	19,523	10,389	630
Bank overdraft	(133,295)	(32,337)	(56,794)	(4,456)
	(113,196)	(12,814)	(46,405)	(3,826)

Note: Figures in bracket indicate deductions.
The above figures given are provisional and subject to audit.

ASIA CAPITAL PLC

Segment Information (Business Segments)

	Investments		Leisure		Manufacturing		Services		Group	
	2016 Rs.'000	2015 Rs.'000	2016 Rs.'000	2015 Rs.'000	2016 Rs.'000	2015 Rs.'000	2016 Rs.'000	2015 Rs.'000	2016 Rs.'000	2015 Rs.'000
Revenue										
Total Gross Sales	114,480	35,524	166,286	96,794	-	-	558	1,006	281,324	133,324
Less : Inter segment sales/dividend	(993)	(344)	-	-	-	-	-	-	(993)	(344)
Net Segment Revenue	113,487	35,180	166,286	96,794	-	-	558	1,006	280,331	132,980
Segmental Operating Profit/(Loss)	(133,723)	(144,357)	(86,601)	(61,241)	(5,404)	(5,404)	(5,018)	(5,662)	(230,746)	(216,666)
Other Operating Income	39,245	4,908	4,476	4,958	635	635	0	66	44,356	10,568
Share of Profit/(Loss) of Joint Venture									2,084	505
Operating Profit/(Loss)	(94,478)	(139,449)	(75,951)	(56,283)	(4,769)	(4,769)	(5,018)	(5,596)	(184,305)	(205,593)
Finance cost	(74,741)	(22,169)	(17,287)	(7,278)	-	-	(2)	(879)	(92,030)	(30,326)
Finance Income	1,502	616	-	-	-	-	-	-	1,502	614
Profit/(Loss) Before Taxation	(167,717)	(161,002)	(93,238)	(63,561)	(4,769)	(4,769)	(5,020)	(6,475)	(274,834)	(235,305)
Income Tax Expense	-	(11,133)	-	-	-	-	-	-	-	(11,133)
Profit/(Loss) for the Period	(167,717)	(172,135)	(93,238)	(63,561)	(4,769)	(4,769)	(5,020)	(6,475)	(274,834)	(246,438)
Assets										
Segment Assets	(69,120)	974,730	4,172,357	3,235,013	44,740	44,740	13,178	12,967	4,161,157	4,294,087
Deferred Tax Assets/(Liabilities)	-	-	-	-	-	-	-	-	-	-
Investment in JV	-	35,118	-	-	-	-	-	-	35,604	35,118
Total Assets	(69,120)	1,009,848	4,172,357	3,235,013	44,740	44,740	13,178	12,967	4,196,761	4,329,205
Liabilities										
Segment Liabilities	166,609	225,229	277,031	119,058	565	544	4,002	2,988	448,207	347,819
Interest Bearing Borrowings	939,352	815,666	480,652	520,168	-	-	-	2	1,420,004	1,335,787
Total Liabilities	1,105,960	1,040,895	757,683	639,226	565	544	4,002	2,990	1,868,210	1,683,606
Net Assets	(1,175,080)	(31,047)	3,414,674	2,595,787	44,175	44,196	9,176	9,977	2,328,550	2,645,599

Note: Figures in bracket indicate deductions.

The above figures given are provisional and subject to audit.

NOTES TO THE FINANCIAL STATEMENTS
1 Corporate information

Asia Capital PLC is a limited liability company incorporated and domiciled in Sri Lanka, and listed in the Colombo Stock Exchange. The Registered Office of the Company and the principal place of business are both situated at Level 21st West Tower, World Trade Center, Colombo 01.

2 Approval of Financial Statements

The interim financial statements of the Group and the Company for the 2nd Quarter ended 30th September 2016 were authorised for issue by the Board of directors on 15 th of November 2016.

3 Basis of preparation

The interim consolidated financial statements have been prepared in compliance with Sri Lanka Accounting Standard LKAS 34 -Interim Financial Reporting.

The presentation and classification of the financial statements of the previous period have been amended, where relevant, for better presentation and to be comparable with those of the current period.

The interim consolidated financial statements are presented in Sri Lankan Rupees and all values are rounded to the nearest thousand except when otherwise indicated.

4 All the figures given are provisional and subject to audit unless otherwise stated

The Same accounting Policies as in the Annual report for the year ended 31st March 2016 have been followed in the preparation of the above Financial statements.

5 Share Information
5.1 Public share holdings

The percentage of shares held by the public as at 30th September 2016 - 5.13% (31st March 2016-6.68%)

Number of shareholders representing the public holding as at 30/09/2016 - 6244 share holders , 6,740,773 shares.

5.2 Directors' share holdings

The number of shares held by the Board of directors are as follows:

<i>Name</i>	30.09.2016	31-03-2015
1 Mr. J. H. P. Ratnayake (Chairman)	30	30
2 Mr. A. D. Ross	Nil	Nil
3 Mr. R. Wickramasinghe	Nil	Nil
4 Mr. V.Siva Jr.	Nil	Nil
5 Mr. S.A. Abeyesinhe	Nil	Nil
6 Mr. T.Tanaka	400,000	400,000
7 Mr. Z.Merchant	Nil	Nil
8 Mr Y Wattanabe	11,539,353	11,539,353

5.3 Twenty largest shareholders of the company are as follows:

	30-06-2016		31-03-2016	
	<i>No of Shares</i>	<i>%</i>	<i>No of Shares</i>	<i>%</i>
1 Mr. Vijayeswaran S Vijayaratnam	94,039,467	71.61	94,039,467	71.61
2 Mr Yoshimich Watanabe	11,539,353	8.79	11,539,353	8.79
3 Mr Eiji Watanabe	9,790,642	7.45	9,790,642	7.45
4 Fast Gain International Limited	6,794,400	5.17	6,794,400	5.17
5 P. W. Corporate Secretarial (Pvt) Ltd-Trustees to the ESOP	2,025,440	1.54	2,025,440	1.54
6 Mr.Toshiaki Tanaka	400,000	0.30	400,000	0.30
7 Mr.Callistus Nimalanathan Pakianathan	275,749	0.21	252,700	0.19
8 DFCC Bank PLC/Mr CR Perera	170,000	0.13	-	0.18
9 Mr Hans Anton Van Starrex	163,009	0.12	335,509	0.26
10 Seylan Bank Limited/Ruwan Prasanna Sugathadasa	106,769	0.08	73,567	0.07
11 Mr. Hamish Winston Mcdonald Woodward	98,300	0.07	98,300	0.07
12 Mr chamila Roshan Priyadarshana	89,100	0.07	89,100	0.07
13 First Capital Markes Ltd/DR M.M.S cooray	74,716	0.06	-	-
14 Mr Amir Lukmanje	71,542	0.05	71,542	0.05
15 Anglo Amalgamated (Pvt) Ltd	67,000	0.05	67,000	0.05
16 Mrs Manjula Moraji Udeshi	55,880	0.04	55,880	0.04
17 Mrs Milani Dinushka Dissanayaka	55,759	0.04	-	-
18 Merchant Bank of srilanka & Finance PLC /W.H.W.M.S Sriyakanthi	50,000	0.04	-	-
19 Mr Ajith Beminwaatte	50,000	0.04	-	-
20 Mr Mohammed Ismail	50,000	0.04	-	-

NOTES TO THE FINANCIAL STATEMENTS**5.4 Stated capital**

Stated capital is represented by number of shares in issue as given below:

	30th September 2016	31st March 2016
Ordinary shares	131,329,995	131,329,995

5.5 Market price per share

For the quarter ended 30th September

	30th September 2016	31st March 2016
Highest Price	13.50	8.40
Lowest Price	9.30	4.90
Price as at the end of the Quarter	9.80	5.80

6 There has not been a significant change in the nature of the Contingent Liabilities and Contingent Assets which were disclosed in the Audited Financials Statements for the year ended March 31, 2016.

7 No Circumstances have arisen since the reporting date which would require adjustments to or disclosures in the Financial Statements.

8 The Group is liable to taxation at the rate of 28% on its taxable profit. However no provision has been made due to tax losses.

Corporate Information

Name of Company

Asia Capital PLC

Legal Form

A Public Quoted Company with Limited Liability, incorporated in Sri Lanka on 29th October 1991 under the provisions of the Companies Act No. 17 of 1982 and re-registered under the Companies Act No. 7 of 2007 on 14th February 2008.

Company Registration Number

No. PQ.119

Stock Exchange Listing

The Ordinary Shares of the Company are listed on the Colombo Stock Exchange, Sri Lanka.

Registered Office

#21-01, West Tower, World Trade Center,

Echelon Square, Colombo 1, Sri Lanka.

Telephone : +94 11 5320000

Facsimile +94 11 2331756

Website www.asiacapital.lk

Subsidiaries

Asia Capital Projects (Private) Limited (Formerly Known as Asia wealth Management (Private) Limited

Asia Capital Technologies (Private) Limited

Asia Fort Sri Lanka Direct Investment Fund Limited

Asia Growth Fund 1 (Private) Limited

Asia Leisure Holdings (Private) Limited

Asia Leisure (Private) Limited

Asia Tea Packaging (Private) Limited

Asia Digital Entertainment (Private) Limited

Asia Capital Private Equity (Private) Limited

Shinagawa Beach Resorts (Private) Limited (Formerly Known as Balapitiya Resorts (Private) limited.

Wadduwa Resorts (Private) Limited

River House (Private) Limited

Galle Beach Hotel (Private) Limited

Asia Leisure travels (Pvt) Limited

Galle Beach CC trust (pvt) Ltd

Joint venture

Strider Capital Asia (Pvt) Ltd

Board of Directors

J H P Ratnayeke (Chairman)

S.A. Abeyesinhe (Director/Group Chief Executive Officer)

A D Ross

V. Siva Jr.

R.J. Wickramasinghe

T.Tanaka

Z.Merchant

Y.Watanabe

Secretaries

P R Secretarial Services (Pvt) Ltd

59 Gregory's Road

Colombo 7

Auditors

KPMG

32A Sir Mohamed Macan Markar Mawatha

Colombo 3

Lawyers

Paul Ratnayeke Associates

59 Gregory's Road

Colombo 7

Bankers

Hongkong and Shanghai Banking Corporation Limited

Pan Asia Banking Corporation PLC

Hatton National Bank PLC

Seylan Bank PLC

Sampath Bank PLC

Commercial Bank of Ceylon PLC

Nation Trust Bank PLC