

ALLSECTECH MANILA, INC.
 STATEMENTS OF FINANCIAL POSITION
 AS AT MARCH 31, 2016 AND 2015
 (Amounts in Philippine Peso)

<u>A S S E T S</u>	<u>Notes</u>	<u>March 31, 2016</u>	<u>March 31, 2015</u>
CURRENT ASSETS			
Cash	5	P 30,588,633	P 16,674,914
Trade and other receivables	6	19,620,406	19,168,023
Prepayments and other current assets	7,16	<u>2,842,609</u>	<u>2,804,552</u>
Total Current Assets		<u>53,051,648</u>	<u>44,962,547</u>
NON-CURRENT ASSETS			
Property and equipment- net	8,11,12	2,309,976	1,440,499
Due from related parties	13	7,991,823	6,315,058
Other non-current assets	9	<u>9,968,937</u>	<u>5,043,192</u>
Total Non-Current Assets		<u>20,270,736</u>	<u>6,483,691</u>
TOTAL ASSETS		<u>P 73,322,384</u>	<u>P 51,446,238</u>
 <u>LIABILITIES AND EQUITY</u>			
CURRENT LIABILITIES			
Trade and other payables	10,16	P 14,869,200	P 20,412,414
Income tax payable	15	<u>1,186,840</u>	<u>964,076</u>
Total Current Liabilities		16,056,040	21,376,490
NON-CURRENT LIABILITIES			
Due to related parties	13	<u>4,437,026</u>	<u>-</u>
TOTAL LIABILITIES		<u>20,493,066</u>	<u>21,376,490</u>
EQUITY			
Capital stock		165,681,171	189,132,171
Deficit		(<u>112,851,853</u>)	(<u>159,062,423</u>)
Total Equity		<u>52,829,318</u>	<u>30,069,748</u>
TOTAL LIABILITIES AND EQUITY		<u>P 73,322,384</u>	<u>P 51,446,238</u>

See Accompanying Notes to Financial Statements.

ALLSECTECH MANILA, INC.
 STATEMENTS OF COMPREHENSIVE INCOME
 FOR THE YEARS ENDED MARCH 31, 2016 AND 2015
 (Amounts in Philippine Peso)

	<u>Notes</u>	<u>March 31, 2016</u>	<u>March 31, 2015</u>
REVENUES			
Call center operation		P 99,015,139	P 92,383,131
Other outsourcing services		47,009,247	4,761,717
Rental income		39,247,569	33,717,389
Realized foreign exchange gain		384,407	-
Unrealized foreign exchange gain		940,811	305,644
Interest income	5	62,363	29,367
Miscellaneous Income		<u>11,504</u>	<u>27,329</u>
Total revenues		186,671,040	131,224,577
COST OF SERVICES	11	<u>98,440,838</u>	<u>77,141,545</u>
GROSS PROFIT		<u>88,230,202</u>	<u>54,083,032</u>
GENERAL AND ADMINISTRATIVE EXPENSES	12,16	<u>36,580,177</u>	<u>29,922,123</u>
OPERATING INCOME (LOSS)		51,650,025	24,160,909
OTHER EXPENSE			
Realized foreign exchange loss		-	(418,970)
Interest expense		(<u>1,078,104</u>)	<u>-</u>
Total Other Expense		(<u>1,078,104</u>)	(<u>418,970</u>)
INCOME BEFORE INCOME TAX EXPENSE		50,571,921	23,741,939
INCOME TAX EXPENSE	14	<u>4,361,351</u>	<u>2,687,401</u>
NET INCOME		<u>P 46,210,570</u>	<u>P 21,054,538</u>

See Accompanying Notes to Financial Statements.

ALLSECTECH MANILA, INC.
 STATEMENTS OF CHANGES IN EQUITY
 AS OF MARCH 31, 2016 AND 2015
 (Amounts in Philippine Peso)

	<u>Notes</u>	<u>March 31, 2016</u>	<u>March 31, 2015</u>
CAPITAL STOCK			
Common stock - P100 par value per shares			
Authorized - 850,000 shares			
Issued and outstanding - 812,500 shares	P	81,250,000	P 81,250,000
Preferred stock - P1 par value per shares, 2% Cumulative Non-participating			
Authorized - 110,000,000 shares			
Issued and outstanding - 84,431,171 shares	14	<u>84,431,171</u>	<u>107,882,171</u>
Total Capital Stock		<u>165,681,171</u>	<u>189,132,171</u>
 DEFICIT			
Balance at beginning of year	(	159,062,423)	(180,116,961)
Net income		<u>46,210,570</u>	<u>21,054,538</u>
Balance at end of year	(	<u>112,851,853)</u>	(159,062,423)
TOTAL EQUITY	P	<u>52,829,318</u>	P <u>30,069,748</u>

See Accompanying Notes to Financial Statements.

ALLSECTECH MANILA, INC.
 STATEMENTS OF CASH FLOWS
 FOR THE YEARS ENDED MARCH 31, 2016 AND 2015
 (Amounts in Philippine Peso)

	<u>Notes</u>	<u>March 31, 2016</u>	<u>March 31, 2015</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income before income tax expense	P	50,571,921	P 23,741,939
Adjustments for:			
Depreciation	8,11,12	1,044,941	1,361,762
Unrealized foreign exchange gain	(	940,811)	(305,644)
Interest income	5	(62,363)	(29,367)
Operating income before working capital changes		50,613,689	24,768,690
Changes in:			
Trade and other receivables	(	452,383)	(7,956,024)
Prepayments and other current assets	(	38,057)	1,387,695
Accounts payable and accrued expenses	(	5,920,408)	5,925,351
Cash generated from operations		44,202,841	17,670,653
Income tax paid	(	3,169,363)	(2,663,686)
Interest expense		1,078,104	-
Interest received		62,363	29,367
Net Cash Flows From Operating Activities		<u>42,173,944</u>	<u>15,036,334</u>
CASH FLOWS FROM INVESTING ACTIVITY			
Acquisition of property and equipment	8	(1,845,939)	(1,356,677)
Other non-current assets		(4,925,745)	(140,001)
Net Cash Flows From Investing Activities		<u>(6,771,684)</u>	<u>(1,496,678)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Additional advances from related parties	13	4,437,026	
Payment to related parties		(1,676,765)	(10,407,627)
Partial redemption of preferred shares	14	(24,248,803)	-
Net Cash Flows Used In Investing Activities		<u>(21,488,542)</u>	<u>(10,407,627)</u>
NET INCREASE IN CASH		13,913,718	9,587,088
CASH AT BEGINNING OF YEAR		<u>16,674,914</u>	<u>7,087,826</u>
CASH AT END OF YEAR		<u>P 30,588,633</u>	<u>P 16,674,914</u>

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