

ALLSECTECH MANILA, INC.  
 (A Wholly-Owned Subsidiary Of Allsec Technologies Ltd.)  
 STATEMENTS OF FINANCIAL POSITION  
 AS AT MARCH 31, 2017 AND 2016  
 (Amounts in Philippine Peso)



<u>A S S E T S</u>	<u>Notes</u>	<u>2017</u>	<u>2016</u>
<b>CURRENT ASSETS</b>			
Cash	6	P 43,835,610	P 30,588,633
Trade and other receivables	7	35,959,801	19,620,406
Due from related parties	14,16	1,501,782	7,991,823
Prepayments and other current assets	8	682,441	2,842,609
Total Current Assets		<u>81,979,634</u>	<u>61,043,471</u>
<b>NON-CURRENT ASSETS</b>			
Property and equipment - net	9,12,13	4,919,749	2,309,976
Other non-current assets	10	8,705,681	9,968,937
Total Non-Current Assets		<u>13,625,430</u>	<u>12,278,913</u>
<b>TOTAL ASSETS</b>		<u>P 95,605,064</u>	<u>P 73,322,384</u>
 <u>LIABILITIES AND EQUITY</u>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	11	P 25,996,894	P 14,869,200
Income tax payable	17	1,788,762	1,186,840
Due to related parties	14,16	1,387,948	4,437,026
Total Current Liabilities		<u>29,173,604</u>	<u>20,493,066</u>
<b>EQUITY</b>			
Capital stock		128,348,421	165,681,171
Deficit		( 61,916,961 )	( 112,851,853 )
Total Equity		<u>66,431,460</u>	<u>52,829,318</u>
<b>TOTAL LIABILITIES AND EQUITY</b>		<u>P 95,605,064</u>	<u>P 73,322,384</u>

*See Accompanying Notes to Financial Statements.*



JUL 05 2017

ALLSECTECH MANILA, INC.  
 (A Wholly-Owned Subsidiary Of Allsec Technologies Ltd.)  
 STATEMENTS OF TOTAL COMPREHENSIVE INCOME  
 FOR THE YEARS ENDED MARCH 31, 2017 AND 2016  
 (Amounts in Philippine Peso)

	<u>Notes</u>	<u>2017</u>	<u>2016</u>
<b>REVENUES</b>			
Call center operation		P 95,117,267	P 99,015,139
Other outsourcing services		124,697,893	47,009,247
Rental income	5	10,307,039	39,247,569
Realized foreign exchange gain		691,936	384,407
Unrealized foreign exchange gain		2,884,927	940,811
Interest income	6,17	90,425	62,363
Miscellaneous income		10,971	11,504
<b>Total Revenues</b>		<b>233,800,458</b>	<b>186,671,040</b>
<b>COST OF SERVICES</b>	12,18	<b>( 134,847,318 )</b>	<b>( 98,440,838 )</b>
<b>GROSS PROFIT</b>		<b>98,953,140</b>	<b>88,230,202</b>
<b>GENERAL AND ADMINISTRATIVE EXPENSES</b>	13,17	<b>( 40,537,604 )</b>	<b>( 36,510,136 )</b>
<b>OPERATING INCOME</b>		<b>58,415,536</b>	<b>51,720,066</b>
<b>OTHER EXPENSE</b>			
Finance cost	17	<b>( 2,681,756 )</b>	<b>( 1,148,145 )</b>
<b>INCOME BEFORE INCOME TAX</b>		<b>55,733,780</b>	<b>50,571,921</b>
<b>INCOME TAX EXPENSE</b>	17	<b>4,798,889</b>	<b>4,361,351</b>
<b>NET INCOME</b>		<b>P 50,934,891</b>	<b>P 46,210,570</b>

*See Accompanying Notes to Financial Statements.*



**JUL 05 2017**

ALLSECTECH MANILA, INC.  
 (A Wholly-Owned Subsidiary Of Allsec Technologies Ltd.)  
 STATEMENTS OF CHANGES IN EQUITY  
 FOR THE YEARS ENDED MARCH 31, 2017 AND 2016  
 (Amounts in Philippine Peso)

	<u>Notes</u>	<u>2017</u>	<u>2016</u>
<b>CAPITAL STOCK</b>			
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			
Authorized - 110,000,000 shares			
Issued and outstanding - 47,098,421 shares	15	<u>47,098,421</u>	<u>84,431,171</u>
		<u>128,348,421</u>	<u>165,681,171</u>
<b>DEFICIT</b>			
Balance at beginning of year		( 112,851,852 )	( 159,062,423 )
Net income		<u>50,934,891</u>	<u>46,210,570</u>
Balance at end of year		( 61,916,961 )	( 112,851,853 )
<b>TOTAL EQUITY</b>		<u>P 66,431,460</u>	<u>P 52,829,318</u>

*See Accompanying Notes to Financial Statements.*



ALLSECTECH MANILA, INC.  
(A Wholly-Owned Subsidiary Of Allsec Technologies Ltd.)  
STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED MARCH 31, 2017 AND 2016  
(Amounts in Philippine Peso)

	Notes	2017	2016
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Income before income tax expense		P 55,733,780	P 50,571,921
Adjustments for:			
Depreciation	9,12,13	1,477,836	976,460
Interest income	6,17	( 90,425 )	( 62,363 )
Operating income before changes in working capital balances		57,121,191	51,486,018
Changes in:			
Trade and other receivables		( 16,339,394 )	( 452,382 )
Due from related parties		6,490,041	4,437,026
Prepayments and other current assets		2,160,168	( 38,057 )
Accounts payable and accrued expenses		11,127,694	( 5,543,214 )
Due to related parties		( 3,049,078 )	( 1,676,765 )
Net cash generated from operations		57,510,622	48,212,626
Income tax paid		( 4,196,967 )	( 4,138,587 )
Interest received	6,17	90,425	62,363
Net Cash Flows From Operating Activities		53,404,080	44,136,402
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of property and equipment	9	( 4,087,609 )	( 1,845,938 )
Increase in refundable deposits		1,263,256	-
Decrease in refundable deposits		-	( 4,925,745 )
Net Cash Flows Used In Investing Activities		( 2,824,353 )	( 6,771,683 )
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Partial redemption of preferred shares	15	( 37,332,750 )	( 23,451,000 )
NET INCREASE IN CASH		13,246,977	13,913,719
CASH AT BEGINNING OF YEAR		30,588,633	16,674,914
CASH AT END OF YEAR		P 43,835,610	P 30,588,633

*See Accompanying Notes to Financial Statements.*



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