

**ASIA CAPITAL PLC
INCOME STATEMENTS**

	GROUP			GROUP		
	Half Year ended 30th September 2010 Rs.'000 Unaudited	Half Year ended 30th September 2009 Rs.'000 Unaudited	Variance % +/(-)	Quarter ended 30th September 2010 Rs.'000 Unaudited	Quarter ended 30th September 2009 Rs.'000 Unaudited	Variance % +/(-)
Revenue	1,141,678	643,437	77	657,558	380,388	73
Cost of sales	(517,828)	(334,741)	(55)	(328,327)	(171,780)	(91)
Gross profit/(loss)	623,850	308,696	102	329,231	208,608	58
Other operating income	195,255	28,079	595	137,153	(18,279)	850
Administrative expenses	(287,592)	(186,655)	(54)	(152,731)	(115,191)	(33)
Selling expenses	(69,589)	(35,014)	(99)	(38,630)	(25,950)	(49)
Other operating expenses	(18,573)	(29,222)	36	(5,986)	(16,702)	64
Profit/(loss) from operations	443,351	85,884	416	269,036	32,486	728
Finance cost	(90,201)	(67,461)	(34)	(52,901)	(34,576)	(53)
Share of profit of Associates	30,706	13,031	136	9,416	2,521	273
Profit/(loss) before disposal of Subsidiary	383,856	31,454	1,120	225,551	431	52,232
Profit on disposal of Subsidiary shares	123,845	75,340	64	123,845	-	100
Profit/(loss) before taxation	507,701	106,794	375	349,396	431	80,966
Income tax expenses	(118,315)	(31,873)	(271)	(76,543)	(18,503)	(314)
Profit/(loss) for the period	389,386	74,921	420	272,853	(18,072)	1,610
Attributable to :						
Equity holders of the Parent Company	361,166	78,813		252,409	(22,016)	
Minority Interest	28,220	(3,892)		20,445	3,944	
Profit/(loss) for the period	389,386	74,921		272,853	(18,072)	
Earnings/(loss) Per Share (Rs.)	3.28	0.72		2.29	(0.20)	

Notes on pages 7 and 8 form an integral part of these Financial Statements

**ASIA CAPITAL PLC
INCOME STATEMENTS**

	COMPANY			COMPANY		
	Half Year ended 30th September 2010 Rs.'000 Unaudited	Half Year ended 30th September 2009 Rs.'000 Unaudited	Variance % +/(-)	Quarter ended 30th September 2010 Rs.'000 Unaudited	Quarter ended 30th September 2009 Rs.'000 Unaudited	Variance % +/(-)
	Revenue	186,607	217,323	(14)	132,999	102,381
Cost of sales	(88,169)	(112,592)	22	(52,881)	(63,318)	16
Gross profit/(loss)	98,438	104,731	(6)	80,118	39,063	105
Other operating income	39,241	8,543	359	25,266	3,218	685
Administrative expenses	(24,833)	(34,513)	28	(16,187)	(21,044)	23
Selling expenses	(4,987)	(2,672)	(87)	(184)	(2,556)	93
Other operating expenses	(12,820)	(12,368)	(4)	(8,572)	(6,519)	(31)
Profit/(loss) from operations	95,039	63,721	49	80,441	12,162	561
Finance cost	(43,496)	(54,472)	20	(24,342)	(22,953)	(6)
Share of profit of Associates	-	-	-	-	-	-
Profit/(loss) before disposal of Subsidiary	51,543	9,249	457	56,099	(10,791)	620
Profit on disposal of Subsidiary shares	138,353	98,480	40	138,353	-	100
Profit/(loss) before taxation	189,896	107,729	76	194,452	(10,791)	1,902
Income tax expenses	-	-	-	-	-	-
Profit/(loss) for the period	189,896	107,729	76	194,452	(10,791)	1,902
Attributable to :						
Equity holders of the Parent Company	-	-	-	-	-	-
Minority Interest	-	-	-	-	-	-
Profit/(loss) for the period	189,896	107,729		194,452	(10,791)	
Earnings/(loss) Per Share (Rs.)	1.73	0.98		1.77	(0.10)	

Notes on pages 7 and 8 form an integral part of these Financial Statements

ASIA CAPITAL PLC
CASH FLOW STATEMENTS

	GROUP		COMPANY	
	Half Year 30th September 2010 Rs'000 Unaudited	Ended 30th September 2009 Rs'000 Unaudited	Half Year 30th September 2010 Rs. '000 Unaudited	Ended 30th September 2009 Rs. '000 Unaudited
Net cash generated from/(used in) operating activities	(2,005,007)	(169,565)	(360,040)	28,589
Net cash generated from/(used in) investing activities	(214,335)	(604,804)	(84,748)	(19,552)
Net cash generated from/(used in) financing activities	1,821,364	941,666	269,427	79,783
Net increase/(decrease) in cash & cash equivalents	(397,978)	167,297	(175,361)	88,820
Cash and cash equivalents at the beginning of the period	(130,872)	(245,896)	(312,602)	(290,963)
	(528,850)	(78,599)	(487,963)	(202,143)
Cash and cash equivalents				
Cash at bank and in hand	181,730	141,061	5,061	928
Bank overdraft	(710,580)	(219,660)	(493,024)	(203,071)
	(528,850)	(78,599)	(487,963)	(202,143)

Notes on pages 7 and 8 form an integral part of these Financial Statements

ASIA CAPITAL PLC

STATEMENT OF CHANGES IN EQUITY- GROUP

	Stated Capital	Revaluation Reserve	Capital Reserve	General Reserve	Accumulated Profit/(Loss)	Total	Minority Interest	Total Equity
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Balance as at 1st April 2009	1,114,558	10,437	1,344	3,000	(1,080,850)	48,489	194,959	243,448
Adjustment on Disposal of Subsidiary shares	-	-	-	-	24,333	24,333	-	24,333
Transferred from Investment in Subsidiaries			107			107		107
Adjustment on Investment in Subsidiaries							209,431	209,431
Adjustment on Minority Interest	-	-	-	-	-	-	(187,123)	(187,123)
Net profit/ (loss) for the period	-	-	-	-	78,813	78,813	(3,892)	74,921
Balance as at 30th September 2009	1,114,558	10,437	1,451	3,000	(977,704)	151,742	213,375	365,117
Transferred from Investment in Subsidiaries			340			340		340
Transferred from Investment in Associate		(1,728)				(1,728)		(1,728)
Adjustment on Investment in Subsidiaries	-	-	-	-	-	-	-	-
Net profit/ (loss) for the period	-	-	-	-	106,167	106,167	34,731	140,898
Balance as at 31st March 2010	1,114,558	8,709	1,791	3,000	(871,537)	256,521	248,106	504,627
Adjustment on Disposal of Subsidiary	-	-	-	-	-	-	(263,654)	(263,654)
Allocation for Life Fund Solvency	-	-	-	-	(58,500)	(58,500)	-	(58,500)
Adjustment on Acquisition of Subsidiary	-	-	-	-	-	-	133,263	133,263
Transferred to Reserves	-	-	(447)	-	447	-	-	-
Net profit/ (loss) for the period	-	-	-	-	361,166	361,166	28,220	389,386
Balance as at 30th September 2010	1,114,558	8,709	1,344	3,000	(568,424)	559,187	145,935	705,122

STATEMENT OF CHANGES IN EQUITY- COMPANY

	Stated Capital	Accumulated Profit/(Loss)	Total Equity
	Rs.'000	Rs.'000	Rs.'000
Balance as at 1st April 2009	1,114,558	(1,015,178)	99,380
Net profit/ (loss) for the period	-	107,729	107,729
Balance as at 30th September 2009	1,114,558	(907,449)	207,109
Net profit/ (loss) for the period		52,141	52,141
Balance as at 31st March 2010	1,114,558	(855,307)	259,250
Net profit/ (loss) for the Period	-	189,896	189,896
Balance as at 30th September 2010	1,114,558	(665,411)	449,146

Notes on pages 7 and 8 form an integral part of these Financial Statements

ASIA CAPITAL PLC

Business Segment

For the Half Year ended 30 September 2010

	Investments		Stock Broking and Investment Banking		Deposit Mobilisation and Credit		Insurance		Group	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000	Rs.'000
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
Revenue										
Total gross sales	219,916	223,480	509,121	139,689	387,995	240,764	108,366	43,960	1,225,398	647,893
Less : Inter segment sales/dividend	(83,720)	(4,456)	-	-	-	-	-	-	(83,720)	(4,456)
Gross segment revenue	136,196	219,024	509,121	139,689	387,995	240,764	108,366	43,960	1,141,678	643,437
Revenue based taxes	-	-	-	-	-	-	-	-	-	-
Net Segment Revenue	136,196	219,024	509,121	139,689	387,995	240,764	108,366	43,960	1,141,678	643,437
Segmental Operating Profit / (Loss)	(48,027)	59,867	308,610	49,737	32,919	(22,116)	(45,406)	(29,683)	248,096	57,805
Other Operating Income	40,139	8,571	1,947	3,871	62,977	1,382	90,192	14,255	195,255	28,079
Share of Associate Company Profit before Tax	15,936	27,523	-	-	-	-	14,770	(14,492)	30,706	13,031
Operating Profit / (Loss) before Provision for fall in Value of Investments	8,048	95,961	310,557	53,608	95,896	(20,734)	59,556	(29,920)	474,057	98,915
Provision for fall in value of investments	-	-	-	-	-	-	-	-	-	-
Operating Profit / (Loss)	8,048	95,961	310,557	53,608	95,896	(20,734)	59,556	(29,920)	474,057	98,915
Finance cost	-	-	-	-	-	-	-	-	(90,201)	(67,461)
Adjustment on disposal of Subsidiary	-	-	-	-	-	-	-	-	123,845	75,340
Profit / (Loss) Before Taxation	-	-	-	-	-	-	-	-	507,701	106,794
Income Tax Expense	-	-	-	-	-	-	-	-	(118,315)	(31,873)
Profit / (Loss) After Taxation	-	-	-	-	-	-	-	-	389,386	74,921
Assets										
Segment assets	3,650,264	1,379,790	1,656,185	455,452	1,347,465	2,792,622	3,165,286	-	9,819,200	4,627,864
Deferred tax Assets	-	-	849	17,808	-	14,760	-	-	849	32,568
Consolidated Adjustment	(2,052,310)	(317,372)	-	-	-	-	-	-	(2,052,310)	(317,372)
Investment in associates	12,000	139,813	-	-	-	-	-	-	12,000	139,813
Total assets	1,609,954	1,202,231	1,657,034	473,260	1,347,465	2,807,382	3,165,286	-	7,779,740	4,482,873
Liabilities										
Segment liabilities	(460,366)	228,698	876,136	335,732	1,113,093	1,775,935	2,659,446	-	4,188,309	2,340,365
Consolidated Adjustment	12,614	(208,164)	-	-	-	-	-	-	12,614	(208,164)
Interest Bearing Borrowings	2,180,053	1,138,836	485,633	5,848	208,010	840,870	-	-	2,873,696	1,985,554
Deferred tax liability	-	-	-	-	-	-	-	-	-	-
Total Liabilities	1,732,301	1,159,370	1,361,769	341,580	1,321,103	2,616,805	2,659,446	-	7,074,619	4,117,755

Notes on pages 7 and 8 form an integral part of these Financial Statements

ASIA CAPITAL PLC
NOTES TO THE FINANCIAL STATEMENTS

	30th September 2010	30th September 2009
	Rs.	Rs.
1 Market price		
Highest Price	50.00	9.25
Lowest Price	26.00	6.25
Price as at the end of the Quarter	45.50	8.00

- 2 The figures given as at 30th September 2010 are provisional and subject to audit.
- 3 Comparative figures have been restated and / or reclassified in conformity with current classification and presentation where necessary.
- 4 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, 2009.
- 5 No circumstances have arisen since the Balance Sheet date which would require adjustments to or disclosures in the Financial Statements other than those disclosed below,

Company has disposed its stake in Capital Reach Holdings Ltd on 19th August 2010 for Rs.299.5Mn.

On 19th August 2010 Asia Capital Group has acquired 6,000,000 shares of Asian Alliance Insurance Co PLC (Associate Company) for Rs.343.75 Mn and Asian Alliance Insurance Co PLC became a Subsidiary as of that date. On 23rd August Asia Capital PLC has acquired further 1,298,800 shares of Asian Alliance Insurance Co PLC for Rs.74Mn.

- 6 The Interim Income Statements and the Balance Sheets of the Company and the Group have been prepared on the basis of the same accounting policies and methods applied in previous years.
- 7 Share Information as at 30th September 2010.

Stated Capital as at 30th September 2010 was Rs. 1,114,558,000 (110,000,000 Ordinary shares)

Public Shareholding

The percentage of public shareholding as at 30th September 2010 was 10.17%.

Director's Shareholding

<i>Name</i>	<i>No of Shares</i>
Mr. H. L. L. M. Nanayakkara (Chairman/Managing Director) (appointed w.e.f. 18th March 2009, appointed Chairman w.e.f. 22nd May 2009)	2,079,200
Mr. J. H. P. Ratnayake (Deputy Chairman) (appointed Deputy Chairman w.e.f. 22nd May 2009)	30
Mr. F. X. R. Pereira (appointed w.e.f. 11th September 2009)	-
Mr. A. D. Ross (appointed w.e.f. 18 February 2010)	-

ASIA CAPITAL PLC
NOTES TO THE FINANCIAL STATEMENTS

7 Share Information as at 30th September 2010 -Cont..

20 Major Shareholders

	<i>Name</i>	<i>No of Shares</i>	<i>% Holding</i>
1	Mr. Vijayeswaran S Vijayaratham	92,623,173	84.20
2	Asian Alliance Insurance PLC -(Life Fund)	2,084,200	1.89
3	Seylan Bank Limited/ Hiniduma Liyanage Lakpriya Manohan Nanayakkara	2,079,200	1.89
4	Mrs. Laurette Ann Carmen Amerasekera	2,025,440	1.84
5	Seylan Bank Limited / Liyanage Saliya Ignatious Perera	459,000	0.42
6	Mr. Ganepalle Korallalage Manjula Bandara Jayasinghe	380,000	0.35
7	Mr. Muthar Taufiq Talib Al - Nakib	308,500	0.28
8	Mr. Mushtaq Mohamed Fuad	258,900	0.24
9	Waldock Mackenzie Ltd/Mr.L.P Hapangama	200,000	0.18
10	Mr. Hewa Komanage Jayantha Dharmadasa	192,600	0.18
11	Mr. Rizmy Ahamed Rishard	180,000	0.16
12	Mr. Calistus Nimalanathan Pakianathan	159,200	0.14
13	Mr. Brindly Vishantha Hettithanthrige	157,500	0.14
14	Navara Capital (Private) Limited	150,000	0.14
15	Fast Gain International Limited	137,700	0.13
16	Mr. David Kotthoff	136,000	0.12
17	Mr. Hans Anton Van Starrex	126,300	0.11
18	Mr.Dilan Andrew Stefan De Abrew Abeysinghe	113,300	0.10
19	Mr. Mohamed Abdullah Khan	107,500	0.10
20	Mr. Sarinda Wasanth Unamboowe	101,000	0.09