BERJAYA PHILIPPINES, INC.

(Company's Full Name)

9/F Rufino Pacific Tower, 6784 Ayala Avenue corner V.A. Rufino
(formerly Herrera) Street, Makati City

(Company's Address)

811-0668 / 810-1814

(Telephone Number)

APRIL 30	any day in the month of October
(Fiscal Year Ending) *(month and day)*	*(Annual Meeting)*

November 2024

(Term Expiring On)

SEC Form 17-Q for the quarter ended 31 Oct 2015

(Form Type)

N.A.

(Amendment Designation, if applicable)

(Period Ended Date)

N.A.

(Secondary License Type and File Number)

LCU

Cashier

DTU

Pre War 476
S.E.C Registration Number

Central Receiving Unit

File Number

Document I.D.

SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-Q

QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES REGULATION CODE AND SRC RULE 17 (2)(b) THEREUNDER

1. For the quarterly period ended **31 Oct 2015**

2. SEC Identification Number **476**

3. BIR Tax Identification No. **001-289-374**

4. Exact name of registrant as specified in its charter **BERJAYA PHILIPPINES, INC.**

5. Province, Country or other jurisdiction of incorporation or organization **Manila, Philippines**

6. Industry Classification Code: [ ] (SEC Use Only)

7. Address of Issuer's principal office

   9/F Rufino Pacific Tower, 6784 Ayala Avenue, corner Herrera Street, Makati City, M.M.

8. Issuer's telephone number, including area code

   (632) 811-0540

9. Former name, former address, and former fiscal year, if changed since last report

   Former Name: **PRIME GAMING PHILIPPINES INC.**
   Former Address: **29/F Rufino Pacific Tower, 6784 Ayala Avenue, corner Herrera Street, Makati City, M.M.**
   Former Fiscal Year **July 1 – June 30**

10. Securities registered pursuant to Sections 8 and 12 of the SRC, or Sections 4 & 8 of the RSA

Title of Each Class	Number of Shares of Stock Outstanding
COMMON	**953,984,448**

11. Are any or all of these securities listed on the Philippine Stock Exchange?

    Yes [√]   No [ ]

12. Indicate by check mark whether the registrant:

    (a) has filed all reports required to be filed by Section 17 of the Code and SRC Rule 17 thereunder or Sections 11 of the RSA and RSA Rule 11(a)-1 thereunder, and Sections 26 and 141 of The Corporation Code of the Philippines during the preceding 12 months (or for such shorter period that the registrant was required to file such reports);

    Yes [√]   No [ ]

    (b) has been subject to such filing requirements for the past 90 days.

    Yes [√]   No [ ]

PART I – FINANCIAL INFORMATION

Item 1. Financial Statements

See Interim Consolidated Statement of Financial Position as of 31 Oct 2015, attached hereto as Annex "A", and Aging Schedule of Accounts Receivables as of 31 Oct 2015 attached hereto as Annex "B". For the basic earnings per share, the "weighted average number of shares outstanding" is added to the face of the Interim Consolidated Statement of Comprehensive Income.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

The Corporation's principal activity is investment holding. Since 1998, it has 100% equity ownership of Philippine Gaming Management Corporation (PGMC) whose principal activity is leasing of on-line lottery equipment and providing software support.

There is no change during the year in PGMC's principal activity as a domestic corporation involved principally in the business of leasing on-line lottery equipment and providing software support. Revenue from the lease of on-line lottery equipment, and maintenance and repair services are recognized based on certain percentage of gross receipts from lottery ticket sales.

In July 2010, the Corporation invested in Berjaya Pizza Philippines Inc. (BPPI), a corporation engaged in the manufacture, sale and distribution of food and beverages, and to operate, own, franchise, license or deal in restaurant related business operations. The Corporation's current equity or interest in BPPI is equivalent to thirty percent (30%).

In December 2010, the Corporation acquired a 223 room hotel which operated as Best Western Astor Hotel until 16 March 2010. The acquisition was made by the Corporation's subsidiary Perdana Hotel Philippines Inc. (PHPI) under the business name Berjaya Makati Hotel. The Corporation subscribed to forty percent (40%) of the shares of stock of Perdana Land Philipines Inc. which owns the land leased by Perdana Hotel Philippines Inc.

In August 2012, the Corporation invested in Berjaya Auto Philippines Inc., a corporation engaged in the sale and distribution of all types of motor vehicles. On 12 September 2012, Berjaya Auto Philippines Inc. entered into a Distributorship Agreement with Mazda Motor Corporation of Japan for the distribution of vehicles bearing the Mazda brand within the territory of the Philippines. The Corporation has a 30% equity in Berjaya Auto Philippines Inc.

In September 2012, the Corporation invested in Cosway Philippines Inc. (CPI), primarily to engage in the wholesale of various products. CPI has not yet started its commercial operations. The Corporation's equity or interest in CPI is equivalent to 40%.

In October 2013, the Corporation gained control over H.R. Owen Plc (HRO) through acquisition of additional shares. H.R. Owen, incorporated in England, operates a number of vehicle franchises in the prestige and specialist car market for both sales and after sales, predominantly in the London area. The Corporation's current equity or interest is equivalent to 72.03%.

Comparable Discussion on Material Changes in Results of Operations for the Six Months' Period Ended 31 October 2015 vs. 31 October 2014

The Corporation generated total revenues from subsidiaries amounting to Php12,697,287,684 for the six months ended 31 October 2015, which reflects an increase of 5.3% over total revenue of Php13,368,771,187 during the same period in 2014. The increase was mainly due to revenues from luxury car dealers in U.K. - H.R. Owen Plc.

The Corporation's total operating expenses for the six months ended 31 October 2015 increased by 5.3% to Php12,812,689,494 from Php12,171,128,207 for the same period in 2014. The increase in operating expenses resulted mainly from the subsidiaries, a result of an increase in the cost of vehicles sold, salaries and employee benefits, professional fees, maintenance of computer equipment, transportation and travel, taxes and licenses, and representation and entertainment.

As of 31 October 2015, the Corporation posted a net income of Php499,913,743, an increase of 20.5% or Php85,127,592 from Php414,786,151 during the same period last year, due to an increase in other income mainly due to sundry commissions and manufacturer support payments and equity share in net income.

Comparable Discussion on Material Changes in Financial Condition as of 31 October 2015 vs. 30 April 2015

On a consolidated base, Total Assets as of 31 October 2015 increased to Php14,585,718,199 from Php13,120,772,387 reported for the previous fiscal year. The current assets increased to Php9,881,214,407 from Php8,380,040,012 mainly due to an increase in trade receivables, inventories and advances to associates.

The consolidated cash position of the Corporation increased to Php1,208,385,784 from Php1,145,905,764 due to an increase in collections from customers.

Meanwhile, trade and other receivables increased to Php3,119,061,438 from Php2,170,154,611. The collections of payments by the subsidiaries are still prompt. The decrease in prepayments and other current assets from Php627,544,512 to Php532,454,140 is primarily caused by a decrease in other debtors.

Available for sale financial assets decreased to Php874,711,931 from Php1,130,764,251 due to fair value losses recognized during this period.

Property and equipment increased to Php1,528,120,212 from Php1,432,357,880 due to the re-development and expansion of the showroom.

Intangible assets amounted to Php1,889,371,869 which composed of (a) Goodwill representing an excess in the acquisition cost over the fair value of identifiable net assets of H.R. Owen and PGMC on the date the Parent company acquired control over them and, (b) Dealership rights were determined as separately identifiable intangible assets acquired separately from the net assets of H.R. Owen. In August 2014, H.R. Owen acquired a Bentley dealership in Barnet, North London, in order to provide operational and cost synergies.

As of 31 October 2015, Trade Payables increased to Php2,866,523,984 from Php2,798,061,182 due to an increase in trade payables and advances from customers.

Total Consolidated Liabilities increased to Php7,098,134,218 as of 31 October 2015 compared to Php6,018,454,716 as of last fiscal year. This is primarily due to the increase of trade and other payables, borrowings and income tax.

Total stockholders' equity increased to Php7,487,583,981 from Php7,102,317,671 and the book value per share increased to Php8.62 compared with a book value of Php8.18 in the previous fiscal year.

Comparable Discussion on Material Changes in Cash Flows for the Three Months Period Ended 31 October 2015 vs. 31 October 2014

The consolidated cash and cash equivalents for 31 October 2015 increased to Php1,208,385,784 from Php950,980,292 for the same period last year. The increase is mainly attributable to an increase in collections and other income from H.R. Owen.

Key Performance Indicators

The Corporation monitors its performance and benchmarks itself to prior years' results in terms of the following indicators:

	As of 31 Oct 2015	As of 30 April 2015
Liquidity Ratios Current ratio	1.41:1.00	1.41:1.00
Leverage Ratios Debt to Equity	0.62%	0.67%

	For the (6) Months Ended	
	31 Oct 2015	31 Oct 2014
Activity Ratio Annualized PPE Turnover	17.50 times	18.40 times
Profitability Ratios Annualized Return on Average Equity	13.35%	12.24%
Annualized Return on Average Assets	6.85%	6.75%

The Corporation used the following computations in obtaining the above indicators:

Key Performance Indicators	Formulas
Current Ratio	Current Assets / Current Liabilities
Debt to Equity Ratio	Total Long Term Liabilities / Stockholders' Equity
PPE Turnover	Net Revenues / Property, Plant & Equipment (Net)
Return on Average Equity	Net Income / Average Equity

Return on Average Assets	$\frac{\text{Net Income}}{\text{Average Total Assets}}$

Arising from the above, the current ratio of the Corporation has remained constant this year same as last fiscal year. The Corporation and its subsidiary are still in good liquidity position.

The leverage ratio is still marginal at 0.62% as there is no long-term debt except for the provision of Php45,638,380 for retirement benefits as mandated under the Republic Act 7641 (Retirement Law).

The annualized PPE turnover decreased to 17.50 times from 18.40 times due due to an increase in plant, property and equipment (net). The plant, property and equipment (net) increased from Php1,379,803,575 to Php1,528,120,212 for the corresponding period mainly due to depreciation for the period under review.

The annualized return on average equity and return on average total assets increased this quarter as a result of an increase in net income versus an increase in equities and total assets compared to the previous period.

Barring any unforeseen circumstances, the Corporation's Board of Directors is confident that the operating financial performances of the Corporation and its subsidiary are expected to be satisfactory in the coming period.

i) There is no known trend, event or uncertainty that has or is reasonably likely to have an impact on the Corporation' short term or long-term liquidity.

ii) The liquidity of the subsidiary would continue to be generated from the collections of revenue from customers. There is no requirement for external funding for liquidity.

iii) There is no known trend, event or uncertainty that has or that is reasonably expected to have a material impact on the net sales or revenues or income from continuing operations.

v) There is no significant element of income or loss that would arise from the Group's continuing operations.

vi) There is no cause for any material change from period to period in one or more of the line items of the Corporation's financial statements.

vii) There were no seasonal aspects that had a material impact effect on the financial conditions or results of operations.

Separate Disclosures regarding the Financial Statements as required under SRC Rule 68.1

1) There are no items affecting the assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size, or incidents.

2) There is no change in the estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years

3) There is no issuance, repurchase or repayment of debts and equity securities.

4) There is no need to disclose segmental information since all its operations are in the Philippines.

5) There are no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

6) There are no business combinations, acquisition or disposals subsidiaries and long-term investments, restructurings and discontinuing operations for the interim period.

7) There are no contingent liabilities or contingent assets since the last annual balance sheet date.

8) There are no material contingencies and any other events or transactions that are material to an understanding of the current interim period.

SIGNATURES

Pursuant to the requirements of the Securities Regulation Code, the Issuer has caused this report to be signed on its behalf by the undersigned, being duly authorized, in the City of Makati on 15 December 2015.

Issuer: **BERJAYA PHILIPPINES, INC.**

By: **MARIE LOURDES SIA-BERNAS** Assistant Corporate Secretary	By: **TAN ENG HWA** Treasurer

BERJAYA PHILIPPINES, INC. AND SUBSIDIARIES
(Formerly Prime Gaming Philippines, Inc. and Subsidiaries)
[A Subsidiary of Berjaya Lottery Management (HK) Limited]
INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
OCTOBER 31, 2015 and APRIL 30, 2015
(Amounts in Philippine Pesos)

	Schedule		Consolidated Unaudited October 31, 2015		Consolidated Audited April 30, 2015
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	1	P	1,208,385,784	P	1,145,905,764
Trade and other receivables-net	2		3,119,061,438		2,170,154,611
Inventories - net	3		4,927,786,418		4,373,028,498
Advances to associates	7		93,526,627		63,406,627
Prepayments and other current assets - net	4		532,454,140		627,544,512
Total Current Assets		P	9,881,214,407	P	8,380,040,012
NON-CURRENT ASSETS					
Available for sale financial assets	5		874,711,931		1,130,764,251
Property and equipment - net	6		1,528,120,212		1,432,357,880
Investment in associates	7		266,154,538		216,768,762
Advances to associates	7		131,360,000		131,360,000
Intangible Assets	8		1,889,371,869		1,814,957,799
Deferred tax assets			11,463,154		11,463,154
Other non-current assets			3,322,088		3,060,529
Total Non-Current Assets		P	4,704,503,792	P	4,740,732,375
TOTAL ASSETS		P	14,585,718,199	P	13,120,772,387
LIABILITIES AND EQUITY					
CURRENT LIABILITIES					
Trade and other payables	9	P	2,866,523,984	P	2,798,061,182
Loans Payable and borrowings	10		4,055,610,613		3,047,352,561
Income tax payable			81,847,107		80,949,979
Total Current Liabilities			7,003,981,704		5,926,363,722
NON-CURRENT LIABILITIES					
Deferred Tax Liability			47,500,580		44,367,114
Post-employment benefit obligation			46,651,934		47,723,880
Total Non-Current Liabilities			94,152,514		92,090,994
Total Liabilities		P	7,098,134,218	P	6,018,454,716
EQUITY					
Attributable to Owners of the Parent Company			7,140,552,179		6,795,856,694
Attributable to non-controlling interest			347,031,802		306,460,977
Total Equity			7,487,583,981		7,102,317,671
TOTAL LIABILITIES AND EQUITY		P	14,585,718,199	P	13,120,772,387

See Notes to Financial Statements

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BERJAYA PHILIPPINES, INC. AND SUBSIDIARIES
(Formerly Prime Gaming Philippines, Inc. and Subsidiaries)
[A Subsidiary of Berjaya Lottery Management (HK) Limited]
INTERIM CONSOLIDATED STATEMENTS OF CASHFLOWS
OCTOBER 31, 2015 and OCTOBER 31, 2014
(Amounts in Philippine Pesos)

	3 Months Ended October 31, 2015	6 Months Ended October 31, 2015	3 Months Ended October 31, 2014	6 Months Ended October 31, 2014
CASH FLOWS FROM OPERATING ACTIVITIES				
Net income	P 201,348,837	P 499,913,743	P 191,973,738	P 414,786,151
Adjustments for:				
Depreciation and amortization	58,594,642	136,851,689	82,178,429	162,772,237
Dividend Income	(861,576)	(9,233,872)	(10,681,363)	(12,230,572)
Interest Income	(12,883,022)	(26,390,972)	(37,557,702)	(25,242,765)
Equity Share in net losses (income) of associates	(27,858,322)	(49,385,776)	(21,219,915)	(35,278,881)
Loss (gain) on sale of property and equipment	(647,704)	(1,234,721)	(505,929)	(1,384,975)
Loss (gain) on sale of available-for-sale assets	17,611,001	17,611,001	(8,987,180)	(8,987,180)
Unrealized foreign exchange losses (gain)	223,566	(24,271,801)	17,236,316	31,785,760
Operating income before working capital changes	235,527,422	543,859,291	212,436,394	526,219,775
Decrease / (Increase) in:				
Trade and other receivables	(563,868,898)	(948,906,827)	(121,094,712)	(103,705,045)
Inventories	85,365,542	(554,757,920)	(20,145,228)	(467,134,263)
Prepaid expenses and other current assets	137,714,410	95,090,372	136,947,585	118,069,866
Increase / (Decrease) in:	-			
Trade and other payables	623,002,525	1,076,720,854	(262,925,305)	(199,027,942)
Retirement Obligation	1,013,554	(1,071,946)	50,808,100	53,904,114
Cash paid for income taxes	(97,600,209)	(123,458,898)	(123,425,788)	(145,199,195)
Net cash used in operating activities	421,154,346	87,474,926	(127,398,954)	(216,872,690)
CASH FLOWS FROM INVESTING ACTIVITIES				
Acquisition of Property and equipment	(161,222,959)	(198,612,287)	(60,349,504)	(71,186,159)
Acquisition of Available-for-sale financial assets	(6,680,433)	(18,940,754)	-	(35,507,070)
Proceeds from sale of available-for-sale financial assets	33,278,160	33,278,160	24,369,739	24,369,739
Proceeds from disposal of property and equipment	647,704	1,234,721	570,000	1,560,132
Interest Received	12,883,022	26,390,972	37,557,702	25,242,765
Cash dividends received	861,576	9,233,872	10,681,363	12,230,572
Advances to (collection from) associate - net	-	-	9,161,330	9,161,330
Other receipt arising from investing activities	(185,415,293)	(22,577,752)	228,052,203	228,052,203
Net cash provided by investing activities	(305,648,224)	(169,993,068)	250,042,833	193,923,512
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from bank loans and borrowings	200,000,000	200,000,000	-	-
Repayment of bank loan and borrowings	-	-	(100,000,000)	(250,000,000)
Interest paid	(28,800,588)	(55,001,838)	(26,181,690)	(56,469,499)
Net cash provided by financing activities	171,199,412	144,998,162	(126,181,690)	(306,469,499)
EFFECT OF EXCHANGE RATE CHANGES TO CASH AND CASH EQUIVALENTS	-	-	(38,203,034)	(38,308,153)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	286,705,534	62,480,020	(41,740,845)	(367,726,830)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	921,680,250	1,145,905,764	992,721,137	1,318,707,122
CASH AND CASH EQUIVALENTS AT ENDING OF PERIOD	P 1,208,385,784	P 1,208,385,784	P 950,980,292	P 950,980,292

See Notes to Financial Statements

BERJAYA PHILIPPINES, INC. AND SUBSIDIARIES
(Formerly Prime Gaming Philippines, Inc. and Subsidiaries)
[A Subsidiary of Berjaya Lottery Management (HK) Limited]
INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
OCTOBER 31, 2015 and OCTOBER 31, 2014
(Amounts in Philippine Pesos)

Appendix A

	3 Months Ended October 31, 2015	6 Months Ended October 31, 2015	3 Months Ended October 31, 2014	6 Months Ended October 31, 2014
REVENUES				
Sales of vehicles	6,061,566,604 P	12,485,244,096	P 5,778,972,981 P	11,806,804,947
Rental	390,775,827	816,278,991	426,006,815	826,724,775
Hotel Operations	32,029,147	67,248,100	34,029,940	63,757,962
	6,484,371,578	13,368,771,187	6,239,009,736	12,697,287,684
COSTS AND OTHER OPERATING EXPENSES				
Cost of vehicles sold	5,285,121,335	10,853,496,011	5,036,342,837	10,241,088,047
Salaries and employee benefits	428,772,358	846,623,509	421,810,744	832,035,441
Depreciation and amortization	58,594,642	136,851,689	82,178,429	162,772,237
Professional fees	58,763,676	125,167,259	51,141,775	80,515,986
Telecommunications	28,719,187	55,236,447	26,935,113	58,570,319
Maintenance of computer equipment	15,850,334	29,100,526	14,970,377	27,227,283
Marketing & Selling	99,223,421	199,166,988	113,092,784	238,541,000
Charitable Contribution	0	0	0	0
Communication, light and water	24,309,603	46,640,323	22,718,769	47,668,156
Transportation and travel	9,485,787	17,951,988	4,665,304	7,727,852
Taxes and licences	42,996,585	87,085,167	30,139,490	59,838,117
Representation and entertainment	7,901,897	16,867,953	5,718,400	11,486,710
Cost of food and beverages	2,695,967	5,573,201	3,094,521	5,756,892
Rental	78,902,839	149,770,075	77,016,860	151,275,456
Others	143,155,678	243,158,358	133,587,311	246,624,711
	6,284,493,309	12,812,689,494	6,023,412,714	12,171,128,207
OPERATING PROFIT	199,878,269	556,081,693	215,597,022	526,159,477
OTHER INCOME (CHARGES)				
Finance Costs	(28,800,588)	(55,001,838)	(11,632,246)	(56,469,499)
Loss on sale of available-for-sale financial assets	(17,611,001)	(17,611,001)	0	8,987,170
Finance Income	12,883,022	26,390,972	11,378,619	25,242,765
Equity share in net income (losses)	27,858,322	49,385,776	21,219,915	35,278,881
Others (net)	64,771,952	110,705,822	13,741,778	20,087,959
	59,101,707	113,869,731	34,708,066	33,127,276
PROFIT BEFORE INCOME TAX	258,979,976	669,951,424	250,305,088	559,286,753
TAX EXPENSE	57,631,139	170,037,681	58,331,350	144,500,602
NET INCOME	201,348,837	499,913,743	191,973,738	414,786,151
Basic earnings per share (annualized)	P 0.464	P 1.152	P 0.441	P 0.953
CASH DIVIDENDS AT P1.00 PER SHARE	P	P		P

See Notes to Financial Statements

BERJAYA PHILIPPINE INC. AND SUBSIDIARIES

(Formerly Prime Gaming Philippines, Inc. and Subsidiaries)

[A Subsidiary of Berjaya Lottery Management (HK) Limited]

INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

OCTOBER 31, 2015 and OCTOBER 31, 2014

(Amounts in Philippine Pesos)

	Attributable Owners of the Parent Company										
							Retained Earnings				
	Capital Stock	Additional Paid-in Capital	Treasury Shares	Revaluation Reserves	Other Reserves	Translation Adjustment	Appropriated	Unappropriated	Total	Non-controlling Interest	Total
Balance at May 1, 2015	953,984,448		(988,150,025)	118,104,045	P (14,577,611)	P (37,314,019)	6,053,262,552	710,547,440	6,795,856,830	306,460,977	7,102,317,807
Additional treasury shares acquired	-		-	-	-	-	-	-	-	-	-
Dividends declared during the year	-		-	-	-	-	-	-	-	-	-
Translation adjustment	-		-	-	-	-	-	-	-	-	-
Appropriation during the year	-		-	-	-	-	-	-	-	-	-
Non-controlling interest in dividends declared from subsidiary	-		-	-	-	-	-	-	-	-	-
Change in equity share in a subsidiary	-		-	-	-	-	-	-	-	-	-
Reversal of prior year appropriation	-		-	-	-	-	(100,000,000)	100,000,000	-	-	-
Appropriation during the year	-		-	-	-	-	-	-	-	-	-
Profit or loss for the year	-		-	(12,833,913)	-	-	-	469,647,512	456,813,599	30,226,231	487,039,830
Actuarial loss on remeasurement of retirement benefit obligation - net of tax	-		-	-	-	-	-	-	-	-	-
Net unrealized fair value gains on available-for-sale securities	-		-	(228,881,001)	-	-	-	-	(228,881,001)	-	(228,881,001)
Reclassification adjustments to profit or loss	-		-		-	-	-	-	-	-	-
Translation adjustment	-	-	-	-	-	116,762,751	-	-	116,762,751	10,344,594	127,107,345
Total equity at October 31, 2015	953,984,448	-	(988,150,025)	(123,610,869)	(14,577,611)	79,448,732	5,953,262,552	1,280,194,952	7,140,552,179	347,031,802	7,487,583,981
Balance at May 1, 2014, as restated	953,984,448		(988,150,025)	177,926,734	P (14,577,611)	P 61,410,447	4,623,262,552	1,249,978,032	6,063,834,577	P 350,610,071	6,414,444,648
Additional treasury shares acquired	-		-	-	-	-	-	-	-	-	-
Dividends declared during the year											
Reversal of prior year appropriation	-		-	-	-	-	-	-	-	-	-
Appropriation during the year	-		-	-	-	-	-	-	-	-	-
Non-controlling interest in dividends declared from subsidiary									-	(10,292,372)	(10,292,372)
Profit or loss for the year	-		-	-	-	-	-	399,962,409	399,962,409	14,823,742	414,786,151
Actuarial loss on remeasurement of retirement benefit - net of tax				(29,048,858)				-	(29,048,858)	(11,279,975)	(40,328,833)
Net unrealized fair value gains on available-for-sale securities	-		-	54,603,392	-	-	-	-	54,603,392	-	54,603,392
Reclassification adjustments to profit or loss	-	-	-	(7,334,201)	-	-	-	-	(7,334,201)	-	(7,334,201)
Translation adjustment	-	-	-	-	-	(36,539,334)	-	-	(36,539,334)	(14,188,605)	(50,727,939)
Total equity at October 31, 2014	953,984,448	-	(988,150,025)	196,147,067	P (14,577,611)	P 24,871,113	4,623,262,552	1,649,940,441	6,445,477,985	P 329,672,861	6,775,150,846

BERJAYA PHILIPPINES INC. AND SUBSIDIARIES
ATTACHMENTS TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
AS OF OCTOBER 31, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies that have been used in the preparation of these consolidated financial statements are summarized below and in the succeeding pages. These policies have been consistently applied to all years presented, unless otherwise stated.

1.1 Basis of Preparation of Consolidated Financial Statements

(a) Statement of Compliance with Philippine Financial Reporting Standards

The consolidated financial statements of the Group have been prepared in accordance with Philippine Financial Reporting Standards (PFRS). PFRS are adopted by the Financial Reporting Standards Council (FRSC) from the pronouncements issued by the International Accounting Standards Board (IASB), and approved by the Philippine Board of Accountancy (BOA).

The consolidated financial statements have been prepared using the measurement bases specified by PFRS for each type of asset, liability, income and expense. The measurement bases are more fully described in the accounting policies that follow.

(b) Presentation of Consolidated Financial Statements

The consolidated financial statements are presented in accordance with Philippine Accounting Standard (PAS) 1, *Presentation of Financial Statements*. The Group presents all items of income and expense and other comprehensive income in a single consolidated statement of comprehensive income.

The Group presents a third statement of financial position as at the beginning of the preceding period when it applies an accounting policy retrospectively, or makes a retrospective restatement or reclassification of items that has a material effect on the information in the statement of financial position at the beginning of the preceding period. The related notes to the third statement of financial position are not required to be disclosed.

(c) Restatements in Prior Year Financial Statements

(a) Completion of Accounting for Acquisition of H.R. Owen

In October 2014, the Group completed the accounting for its acquisition of H.R. Owen. The provisional amounts recognized in the 2014 consolidated financial statements, except for the consolidated statement of cashflows which was not affected, were restated to reflect facts and circumstances that existed as at the acquisition date.

(b) Presentation of Deferred Tax Assets and Deferred Tax Liabilities

In 2015, the Group updated its presentation of deferred tax assets and liabilities in its consolidated statement of financial position to reflect the gross amounts of the two accounts. These were originally presented in prior years at the net amount in the consolidated statement of financial position with the related gross amounts presented in the notes to consolidated financial statements.

(d) Functional and Presentation Currency

These consolidated financial statements are presented in Philippine pesos, the Group's functional and presentation currency, and all values represent absolute amounts except when otherwise indicated.

Items included in the consolidated financial statements of the Group are measured using its functional currency. Functional currency is the currency of the primary economic environment in which the Group operates.

1.2 Adoption of New and Amended PFRS

(a) Effective in Fiscal Year 2015 that are Relevant to the Group

In 2015, the Group adopted for the first time the following amendments and interpretation to PFRS that are relevant to the Group and effective for financial statements for the annual period beginning on or after January 1, 2014:

PAS 32 (Amendment)	:	Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities
PAS 36 (Amendment)	:	Impairment of Assets – Recoverable Amount Disclosures for Non-financial Assets
PAS 39 (Amendment)	:	Financial Instruments: Recognition and Measurement – Novation of Derivatives and Continuation of Hedge Accounting
Consolidation Standards		
PFRS 10 (Amendment)	:	Consolidated Financial Statements
PFRS 12 (Amendment)	:	Disclosures of Interests in Other Entities
PAS 27 (Amendment)	:	Separate Financial Statements
Philippine Interpretation International Financial Reporting Interpretations Committee (IFRIC) 21	:	Levies

Discussed below and in the succeeding pages are the relevant information about these amended standards and interpretation.

(i) PAS 32 (Amendment), *Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities*. The amendment provides guidance to address inconsistencies in applying the criteria for offsetting financial assets and financial liabilities. It clarifies that an entity must currently have a right of set-off that is not contingent on a future event, and must be legally enforceable in the normal course of business; in the event of default; and, in the event of insolvency or bankruptcy of the entity and all of the counterparties. The amendment also clarifies that gross settlement mechanisms (such as through a clearing house) with features that both eliminate credit and liquidity risks and process receivables and payables in a single settlement process, will satisfy the criterion for net settlement. As the Group does not currently present any of its financial assets and financial liabilities on a net basis in accordance with the provisions of PAS 32, the amendment had no effect on the Group's consolidated financial statements for any periods presented.

(ii) PAS 36 (Amendment), *Impairment of Assets – Recoverable Amount Disclosures for Non-financial Assets*. The amendment clarifies that disclosure of information about the recoverable amount of individual asset (including goodwill) or a cash-generating unit is required only when an impairment loss has been recognized or reversed during the reporting period. If the recoverable amount is determined based on the asset's or cash-generating unit's fair value less cost of disposal, additional disclosures on fair value measurement required under PFRS 13, *Fair Value Measurement*, such as but not limited to the fair value hierarchy, valuation technique used and key assumptions applied should be provided in the financial statements. This amendment did not result in additional disclosures in the consolidated financial statements.

(iii) PAS 39 (Amendment), *Financial Instruments: Recognition and Measurement – Novation of Derivatives and Continuation of Hedge Accounting*. The amendment provides some relief from the requirements on hedge accounting by allowing entities to continue the use of hedge accounting when a derivative is novated to a clearing counterparty resulting in termination or expiration of the original hedging instrument as a consequence of laws and regulations, or the introduction thereof. As the Group neither enters into transactions involving derivative instruments nor does it apply hedge accounting, the amendment did not have any impact on the Group's consolidated financial statements.

(iv) PFRS 10, 12 and PAS 27 (Amendments) – *Consolidated Financial Statements, Disclosures of Interests in Other Entities and Separate Financial Statements – Exemption from Consolidation for Investment Entities.* The amendments define the term "investment entity" and provide to such an investment entity an exemption from the consolidation of particular subsidiaries and instead require to measure investment in each eligible subsidiary at fair value through profit or loss in accordance with PAS 39 or PFRS 9, *Financial Instruments*, both in its consolidated financial statements or separate financial statements, as the case maybe. The amendments also require additional disclosures about the details of the entity's unconsolidated subsidiaries and the nature of its relationship and certain transactions with those subsidiaries. The Group has evaluated the various facts and circumstances related to its interests in other entities and it has determined that the adoption of the foregoing amendments had no impact on the amounts recognized in the consolidated financial statements since none of the subsidiaries qualify as an investment entity.

(v) Philippine Interpretation IFRIC 21, *Levies.* This interpretation clarifies that the obligating event as one of the criteria under PAS 37, *Provisions, Contingent Liabilities and Contingent Assets*, for the recognition of a liability for levy imposed by a government is the activity described in the relevant legislation that triggers the payment of the levy. Accordingly, the liability is recognized in the financial statements progressively if the obligating event occurs over a period of time and if an obligation is triggered on reaching a minimum threshold, the liability is recognized when that minimum threshold is reached. This amendment had no impact on the Group's consolidated financial statements.

There are no amendments and interpretations to PFRS effective in fiscal year 2015 that are not relevant to the Group.

(b) Effective Subsequent to Fiscal Year 2015 but are not Adopted Early

There are new PFRS, amendments and annual improvements and interpretation to existing standards effective for annual periods subsequent to 2015 which are adopted by the FRSC, subject to the approval of the BOA. Management will adopt the following pronouncements in accordance with their transitional provisions, and, unless otherwise stated, none of these are expected to have impact on the Group's consolidated financial statements:

(i) PAS 19 (Amendment), *Employee Benefits – Defined Benefit Plans – Employee Contributions* (effective from July 1, 2014). The amendment clarifies that if the amount of the contributions from employees or third parties is dependent on the number of years of service, an entity shall attribute the contributions to periods of service using the same attribution method (i.e., either using the plan's contribution formula or on a straight-line basis) for the gross benefit.

(ii) PAS 1 (Amendment), *Presentation of Financial Statements – Disclosure Initiative* (effective from January 1, 2016). The amendment encourages entities to apply professional judgment in presenting and disclosing information in the financial statements. Accordingly, it clarifies that materiality applies to the whole financial statements and an entity shall not reduce the understandability of the financial statements by obscuring material information with immaterial information or by aggregating material items that have different natures or functions. Moreover, the amendment clarifies that an entity's share of other comprehensive income of associates and joint ventures accounted for using equity method should be presented based on whether or not such other comprehensive income item will subsequently be reclassified to profit or loss. It further clarifies that in determining the order of presenting the notes and disclosures, an entity shall consider the understandability and comparability of the financial statements.

(iii) PAS 16 (Amendment), *Property, Plant and Equipment,* and PAS 38 (Amendment), *Intangible Assets – Clarification of Acceptable Methods of Depreciation and Amortization* (effective from January 1, 2016). The amendment in PAS 16 clarifies that a depreciation method that is based on revenue that is generated by an activity that includes the use of an asset is not appropriate for property, plant and equipment. In addition, amendment to PAS 38 introduces a rebuttable presumption that an amortization method that is based on the revenue generated by an activity that includes the use of an intangible asset is not appropriate, which can only be overcome in limited circumstances where the intangible asset is expressed as a measure of revenue, or when it can be demonstrated that revenue and the consumption of the economic benefits of an intangible asset are highly correlated. The amendment also provides guidance that the expected future reductions in the selling price of an item that was produced using the asset could indicate an expectation of technological or commercial obsolescence of an asset, which may reflect a reduction of the future economic benefits embodied in the asset.

(iv) PAS 27 (Amendment), *Separate Financial Statements – Equity Method in Separate Financial Statements* (effective from January 1, 2016). This amendment introduces a third option which permits an entity to account for its investments in subsidiaries, joint ventures and associates under the equity method in its separate financial statements in addition to the current options of accounting those investments at cost or in accordance with PAS 39 or PFRS 9. As at the end of the reporting period, the Parent Company has no plan to change the accounting policy for its investments in its subsidiaries and associates.

(v) PAS 28 (Amendment), *Investments in Associates and Joint Ventures – Investment Entities – Applying the Consolidation Exception* (effective from January 1, 2016). This amendment addresses the concerns that have arisen in the context of applying the consolidation exception for investment entities. This amendment permits a non-investment entity investor, when applying the equity method of accounting for an associate or joint venture that is an investment entity, to retain the fair value measurement applied by that investment entity associate or joint venture to its interests in subsidiaries.

(vi) PFRS 11 (Amendment), *Joint Agreements – Accounting for Acquisitions of Interests in Joint Operations* (effective from January 1, 2016). This amendment requires the acquirer of an interest in a joint operation in which the activity constitutes a business as defined in PFRS 3, *Business Combinations*, to apply all accounting principles and disclosure requirements on business combinations under PFRS 3 and other PFRSs, except for those principles that conflict with the guidance in PFRS 11.

(vii) PFRS 10 (Amendment), *Consolidated Financial Statements*, and PAS 28 (Amendment), *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associates or Joint Venture* (effective from January 1, 2016). The amendment to PFRS 10 requires full recognition in the investor's financial statements of gains or losses arising on the sale or contribution of assets that constitute a business as defined in PFRS 3 between an investor and its associate or joint venture. Accordingly, the partial recognition of gains or losses (i.e., to the extent of the unrelated investor's interests in an associate or joint venture) only applies to those sale of contribution of assets that do not constitute a business. Corresponding amendment has been made to PAS 28 to reflect these changes. In addition, PAS 28 has been amended to clarify that when determining whether assets that are sold or contributed constitute a business, an entity shall consider whether the sale or contribution of those assets is part of multiple arrangements that should be accounted for as a single transaction.

(viii) PFRS 10 (Amendment), *Consolidated Financial Statements – Investment Entities: Applying the Consolidation Exception* (effective from January 1, 2016). This amendment confirms that the exemption from preparing consolidated financial statements continues to be available to a parent entity that is a subsidiary of an investment entity, even if the investment entity measures its interest in all its subsidiaries at fair value in accordance with PFRS 10. The amendment further clarifies that if an investment entity has a subsidiary that is not itself an investment entity and whose main purpose and activities are to provide services that are related to the investment activities of the investment entity parent, the latter shall consolidate that subsidiary.

(ix) PFRS 11 (Amendment), *Disclosure of Interests in Other Entities – Investment Entities: Applying the Consolidation Exception* (effective from January 1, 2016). The amendment clarifies that an investment entity that measures all its subsidiaries at fair value should provide the disclosures required by PFRS 12.

(x) PFRS 9 (2014), *Financial Instruments* (effective from January 1, 2018). This new standard on financial instruments will eventually replace PAS 39 and PFRS 9 (2009, 2010 and 2013 versions). This standard contains, among others, the following:

- three principal classification categories for financial assets based on the business model on how an entity is managing its financial instruments;

- an expected loss model in determining impairment of all financial assets that are not measured at fair value through profit or loss (FVTPL), which generally depends on whether there has been a significant increase in credit risk since initial recognition of a financial asset; and,

- a new model on hedge accounting that provides significant improvements principally by aligning hedge accounting more closely with the risk management activities undertaken by entities when hedging their financial and non-financial risk exposures.

In accordance with the financial asset classification principle of PFRS 9 (2014), a financial asset is classified and measured at amortized cost if the asset is held within a business model whose objective is to hold financial assets in order to collect the contractual cash flows that represent solely payments of principal and interest (SPPI) on the principal outstanding. Moreover, a financial asset is classified and subsequently measured at fair value through other comprehensive income if it meets the SPPI criterion and is held in a business model whose objective is achieved by both collecting contractual cash flows and selling the financial assets. All other financial assets are measured at FVTPL.

In addition, PFRS 9 (2014) allows entities to make an irrevocable election to present subsequent changes in the fair value of an equity instrument that is not held for trading in other comprehensive income.

The accounting for embedded derivatives in host contracts that are financial assets is simplified by removing the requirement to consider whether or not they are closely related, and, in most arrangements, does not require separation from the host contract.

For liabilities, the standard retains most of the PAS 39 requirements which include amortized cost accounting for most financial liabilities, with bifurcation of embedded derivatives. The amendment also requires changes in the fair value of an entity's own debt instruments caused by changes in its own credit quality to be recognized in other comprehensive income rather than in profit or loss.

The Group does not expect to implement and adopt PFRS 9 (2014) until its effective date. In addition, management is currently assessing the impact of PFRS 9 (2014) on the consolidated financial statements of the Group and it will conduct a comprehensive study of the potential impact of this standard prior to its mandatory adoption date to assess the impact of all changes.

(xi) Annual Improvements to PFRS. Annual Improvements to PFRS (2010-2012 Cycle) and PFRS (2011-2013 Cycle) effective for annual periods beginning on or after July 1, 2014, and Annual Improvements to PFRS (2012-2014 Cycle) effective for annual periods beginning on or after January 1, 2016, made minor amendments to a number of PFRS. Among those improvements, the following amendments are relevant to the Group but management does not expect those to have material impact on the Group's consolidated financial statements:

Annual Improvements to PFRS (2010-2012 Cycle)

- PAS 16 (Amendment), *Property, Plant and Equipment,* and PAS 38 (Amendment), *Intangible Assets.* The amendments clarify that when an item of property, plant and equipment, and intangible assets is revalued, the gross carrying amount is adjusted in a manner that is consistent with a revaluation of the carrying amount of the asset.

- PAS 24 (Amendment), *Related Party Disclosures.* The amendment clarifies that an entity providing key management services to a reporting entity is deemed to be a related party of the latter. It also clarifies that the information required to be disclosed in the financial statements are the amounts incurred by the reporting entity for key management personnel services that are provided by a separate management entity and not the amounts of compensation paid or payable by the management entity to its employees or directors.

- PFRS 13 (Amendment), *Fair Value Measurement.* The amendment in the basis of conclusion of PFRS 13 clarifies that issuing PFRS 13 and amending certain provisions of PFRS 9 and PAS 39 related to discounting of financial instruments did not remove the ability to measure short-term receivables and payables with no stated interest rate on an undiscounted basis, when the effect of not discounting is immaterial.

Annual Improvements to PFRS (2011-2013 Cycle)

- PFRS 13 (Amendment), *Fair Value Measurement.* The amendment clarifies that the scope of the exception for measuring the fair value of a group of financial assets and financial liabilities on a net basis (the portfolio exception) applies to all contracts within the scope of and accounted for in accordance with PAS 39 or PFRS 9, regardless of whether they meet the definition of financial assets or financial liabilities as defined in PAS 32.

- PAS 40 (Amendment), *Investment Property.* The amendment clarifies the interrelationship of PFRS 3 and PAS 40 in determining the classification of property as an investment property or owner-occupied property, and explicitly requires an entity to use judgment in determining whether the acquisition of an investment property is an acquisition of an asset or a group of asset in accordance with PAS 40, or a business combination in accordance with PFRS 3.

Annual Improvements to PFRS (2012-2014 Cycle)

- PFRS 7 (Amendment), *Financial Instruments – Disclosures.* The amendment provides additional guidance to help entities identify the circumstances under which a contract to "service" financial assets is considered to be a continuing involvement in those assets for the purposes of applying the disclosure requirements of PFRS 7. Such circumstances commonly arise when, for example, the servicing is dependent on the amount or timing of cash flows collected from the transferred asset or when a fixed fee is not paid in full due to non-performance of that asset.

- PAS 19 (Amendment), *Employee Benefits.* The amendment clarifies that the currency and term of the high quality corporate bonds which were used to determine the discount rate for post-employment benefit obligations shall be made consistent with the currency and estimated term of the post-employment benefit obligations.

2. RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group is exposed to a variety of financial risks in relation to financial instruments. The main types of risks are market risk, credit risk and liquidity risk.

The Group's risk management is carried out in close cooperation with the BOD, and focuses on actively securing the Group's short to medium term cash flows by minimizing the exposure to financial markets. Long-term financial investments are managed to generate lasting returns.

The Group does not actively engage in the trading of financial assets for speculative purposes nor does it write options. The most relevant financial risks to which the Group is exposed to are described below and in the succeeding pages.

2.1 Market Risk

The Group is exposed to market risk through its use of financial instruments and specifically to foreign currency risk, interest rate risk and certain other price risk which result from both its operating, investing and financing activities.

(a) Interest Rate Risk

The Group's policy is to minimize interest rate cash flow risk exposures on cash and cash equivalents. The Group is exposed to changes in market interest rates through short-term placements included as part of Cash and Cash Equivalents account and stocking loans of H.R. Owen presented as Loans Payable and Borrowings, which are subject to variable interest rates, in the consolidated statements of financial position.

The Group keeps placements with fluctuating interest at a minimum while H.R. Owen's stocking loans are secured at any time by fixed and floating charges on stocks of new and demonstrator cars and commercial vehicles held. As such, management believes that its exposure to interest rate risk is immaterial.

(b) Foreign Currency Risk

Most of the Group's transactions are carried out in Philippine pesos, its functional currency. Exposures to currency exchange rates arise from the Group's overseas purchases, which is primarily denominated in United States Dollars (USD). The Group also holds USD and GBP denominated cash and cash equivalents and receivables. Further, the Group has AFS financial assets denominated in Malaysian Ringgit (MYR) and GBP.

To mitigate the Group's exposure to foreign currency risk, non-Philippine peso cash flows are monitored.

Foreign currency denominated financial assets and financial liabilities, translated into Philippine pesos at the closing rate are as follows:

	October 31, 2015			April 30, 2015		
	USD	**MYR**	**GBP**	USD	MYR	GBP
Financial assets	**P 3,901,203**	**P 16,332,212**	**P 9,328,251,899**	P 5,138,849	P 12,523,419	P 583,675,723
Financial liabilities	-	-	-	-	-	-
Total net exposure	**P 3,901,203**	**P 16,332,212**	**P 9,328,251,899**	P 5,138,849	P 12,523,419	P 583,675,723

(c) Other Price Risk

The Group's market price risk arises from its investments carried at fair value (financial assets classified as AFS financial assets). The Group manages exposure to price risk by monitoring the changes in the market price of the investments and at some extent, diversifying the investment portfolio in accordance with the limit set by management.

2.2 Credit Risk

Credit risk is the risk that a counterparty may fail to discharge an obligation to the Group. The Group is exposed to this risk for various financial instruments arising from granting loans and selling goods and services to customers; granting advances to associates; and, placing deposits with banks, lessors and utility companies.

The Group continuously monitors defaults of customers and other counterparties, identified either individually or by group, and incorporate this information into its credit risk controls. The Group's policy is to deal only with creditworthy counterparties. In addition, for a significant proportion of sales, advance payments are received to mitigate credit risk.

Generally, the maximum credit risk exposure of financial assets is the carrying amount of the financial assets as shown in the consolidated statements of financial position or in the detailed analysis provided in the notes to the consolidated financial statements, as summarized below.

	October 31 2015	April 30 2015
Cash and cash equivalents	**P 1,208,385,784**	P 1,145,905,764
Trade and other receivables – net	**3,119,061,438**	2,054,851,028
Advances to associates	**224,886,627**	194,766,627
Other non-current assets	**3,322,088**	3,060,529
	P 4,555,655,937	P 3,398,583,948

None of the Group's financial assets are secured by collateral or other credit enhancements, except for cash and cash equivalents as described below.

(a) Cash and Cash Equivalents

The credit risk for cash and cash equivalents is considered negligible, since the counterparties are reputable banks with high quality external credit ratings. Included in the cash and cash equivalents are cash in banks and short-term placements, which are insured by the Philippine Deposit Insurance Corporation up to a maximum coverage of P500,000 for every depositor per banking institution.

(b) Trade and Other Receivables – net and Advances to Associates

The Group's trade receivables as at October 31, 2015 and April 30, 2015 are due mainly from customers of H.R. Owen and from PCSO. The Group maintains policies that require appropriate credit checks to be completed on potential customers prior to delivery of goods and services. On-going credit checks are periodically performed on the Group's existing customers to ensure that the credit limits remain at appropriate levels.

The Group mitigates the concentration of its credit risk from its receivables from PCSO by regularly monitoring the age of its receivables from PCSO and ensuring that collections are received within the agreed credit period. These objectives, policies and strategies are consistently applied in the previous year up to the current year. In addition, the risk is reduced to the extent that PCSO has no history of significant defaults and none of the past due receivables are impaired as at the end of the reporting period.

In respect to trade receivables from the customers of H.R. Owen and other receivables and advances to associates, the Group is not exposed to any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics. The Group's receivables are actively monitored to avoid significant concentrations of credit risk.

(c) Other Non-current Assets

The refundable deposits of the Group under Other Non-Current Assets account in the consolidated statements of financial position pertain to security deposits made to various lessors and utility companies which the Group is not exposed to significant credit risk.

2.3 Liquidity Risk

The ability of the Group to finance increases in assets and meet obligations as they become due is extremely important to the Group's operations. The Group's policy is to maintain liquidity at all times. This policy aims to honor all cash requirements on an on-going basis to avoid raising funds above market rates or through forced sale of assets.

Liquidity risk is also managed by borrowing with a spread of maturity periods. The Group has significant fluctuations in short-term borrowings due to industry specific factors. The Group mitigates any potential liquidity risk through maintaining substantial unutilized banking and used vehicle stocking loan facilities.

As at October 31, 2015 and April 30, 2015, the Group's financial liabilities pertain to Trade and Other Payables, except those tax-related liabilities, and Loans Payable and Borrowings inclusive of future interest. Trade and other payables and loans payable and borrowings are considered to be current which are expected to be settled within 12 months from the end of each reporting period.

3. SEGMENT REPORTING

3.1 Business Segments

The Group is organized into different business units based on its products and services for purposes of management assessment of each unit. In identifying its operating segments, the management generally follows the Group's four service lines. The Group is engaged in the business of Leasing, Services, Holdings and Investments and Motor Vehicle Dealership. Presented below is the basis of the Group in reporting to its strategic steering committee for its strategic decision-making activities.

(a) The Leasing segment pertains to the lease of on-line lottery equipment, maintenance and repair services, and telecommunication and integration services rendered by the Group to PCSO.

(b) The Services segment pertains to the hotel operations of PHPI.

(c) Holdings and Investments segment relates to gains (losses) on disposal of investments and share in net gains (losses) of associates.

(d) The Motor Vehicle Dealership segment pertains to the luxury motor vehicle retailers and provision of aftersales services of H.R. Owen.

3.2 Segment Assets and Liabilities

Segment assets are allocated based on their physical location and use or direct association with a specific segment. Segment assets include all operating assets used by a segment and consist principally of operating cash, receivables, advances, inventories and property, plant and equipment, net of allowances and provisions. Similar to segment assets, segment liabilities are also allocated based on their use or direct association with a specific segment. Segment liabilities include all operating liabilities and consist principally of accounts, taxes currently payable and accrued liabilities. Segment assets and liabilities do not include deferred taxes.

3.3 Intersegment Transactions

Segment revenues, expenses and performance include sales and purchases between business segments. Such sales and purchases are eliminated in consolidation.

The Group's operating business are organized and managed separately according to the nature of segment accounting policies.

3.4 Analysis of Segment Information

The following tables present revenue and profit information regarding business segments for the years ended October 31, 2015 and April 30, 2015 and certain assets and liabilities information regarding industry segments as at October 31, 2015 and April 30, 2015.

October 31, 2015	Leasing	Services	Holding and Investments	Motor Vehicle Dealership	Elimination	Consolidated
Revenues:						
External	P 848,578,653	P 69,799,224	P 43,170,940	P 12,526,708,162	P -	P13,488,256,979
Inter-segment	-	-	480,000,000	-	(430,614,224)	49,385,776
Total revenues	P 848,578,653	P 69,799,224	P 523,170,940	P 12,526,708,162	(P 430,614,224)	P13,537,642,755
Expenses:						
External	P 391,518,385	P 71,285,013	P 24,212,802	P12,380,675,132	P -	P 12,867,691,332
Inter-segment	-	-	-	-	-	-
Total expenses	P 391,518,385	P 71,285,013	P 24,212,802	P12,380,675,132	(P -)	P12,867,691,332
Profit before tax	P 457,060,268	(P 1,485,789)	P 498,958,138	P 146,033,030	(P 430,614,224)	P 669,951,423
Net Profit	P 330,788,506	(P 1,508,256)	P 493,038,095	P 108,209,622	(P 430,614,224)	P 499,913,743
Segment assets	P 421,148,379	P 771,586,884	P 6,859,850,884	P 8,221,360,806	(P 1,688,228,754)	P 14,585,718,199
Segment liabilities	P 245,477,394	P 771,083,010	P 212,490,933	P 6,734,229,941	(P 865,147,060)	P 7,098,134,218
Other segment items:						
Capital expenditures	P 6,774,928	P 587,758	P -	P 191,249,601	P -	P 198,612,287
Depreciation and amortization	P 42,051,097	P 15,246,596	P 1,250,602	P 78,303,394	(P -)	P 136,851,689

April 30, 2015	Leasing	Services	Holding and Investments	Motor Vehicle Dealership	Elimination	Consolidated
Revenues:						
External	P 1,672,163,380	P 146,703,351	P 182,935,287	P 24,731,585,604	P -	P26,733,387,622
Inter-segment	-	-	466,619,424	-	(466,619,424)	-
Total revenues	P 1,672,163,380	P 146,703,351	P 649,554,711	P 24,731,585,604	(P 466,619,424)	P26,733,387,622
Expenses:						
External	P 713,506,086	P 143,013,254	P 188,962,281	P24,449,630,983	P -	P 25,495,112,604
Inter-segment	-	456,046	-	113,899	(569,945)	-
Total expenses	P 713,506,086	P 143,469,300	P 188,962,281	P24,449,744,882	(P 569,945)	P 25,495,112,604
Profit before tax	P 958,657,294	P 3,234,051	P 460,592,430	P 281,840,722	(P 466,049,479)	P 1,238,275,018
Net Profit	P 726,761,282	P 2,312,412	P 479,089,050	P 208,851,758	(P 466,049,479)	P 950,965,023
Segment assets	P 476,903,297	P 795,940,615	P 6,399,823,555	P 7,149,828,762	(P 1,701,723,842)	P 13,120,772,387
Segment liabilities	P 152,020,818	P 793,928,485	P 3,786,784	P 5,839,265,688	(P 770,547,059)	P 6,018,454,716
Other segment items:						
Capital expenditures	P 1,195,599	P 5,218,115	P -	P 286,958,249	P -	P 293,371,963
Depreciation and amortization	P 143,186,582	P 32,089,093	P 2,501,204	P 141,906,242	(P 456,046)	P 319,227,075

Currently, the Group's operation has two geographical segments: London, England for the motor dealership segment and all other segments are in the Philippines.

4. CATEGORIES AND FAIR VALUES OF FINANCIAL ASSETS AND LIABILITIES

4.1 Carrying Amounts and Fair Values by Category

The carrying amounts and fair values of the categories of assets and liabilities presented in the consolidated statements of financial position are shown below.

	October 31, 2015		April 30, 2015	
	Carrying Values	Fair Values Values	Carrying Values	Fair Values
Financial assets				
Loans and receivables:				
Cash and cash equivalents	P 1,208,385,784	P 1,208,385,784	P 1,145,905,764	P 1,145,905,764
Trade and other receivables - net	3,119,061,438	3,119,061,438	2,054,851,028	2,054,851,028
Advances to associates	224,886,627	224,886,627	194,766,627	194,766,627
Other non-current assets	3,322,088	3,322,088	3,060,529	3,060,529
	P 4,555,655,937	P 4,555,655,937	P 3,398,583,948	P 3,398,583,948
AFS financial assets	P 874,711,931	P 874,711,931	P 1,130,764,251	P 1,130,764,251
Financial Liabilities				
Financial liabilities at amortized cost:				
Loans payable and borrowings	P 4,055,610,613	P 4,055,610,613	P 3,047,352,561	P 3,047,352,561
Trade and other payables	2,866,523,984	2,866,523,984	2,564,634,735	2,564,634,735
	P 6,922,134,597	P 6,922,134,597	P 5,611,987,296	P 5,611,987,296

BERJAYA PHILIPPINES INC. AND SUBSIDIARIES
ATTACHMENTS TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
SUPPORTING SCHEDULES
AS OF OCTOBER 31, 2015

Schedule 1 - Cash and Cash Equivalents

	October 31, 2015	April 30, 2015
Cash on hand and in banks	**P1,120,779,936**	P 906,259,596
Short-term placements	**87,605,848**	239,646,168
	P1,208,385,784	P 1,145,905,764

Schedule 2 - Trade and Other Receivables

	October 31, 2015	April 30, 2015
Trade	**P 836,533,380**	P 610,673,921
Loans receivable	**741,616,691**	719,263,023
Payment for future acquisition of investments	**1,342,258,005**	613,705,792
Advances to officers and employees	**5,725,178**	5,215,742
Other receivables	**209,128,039**	150,934,646
	3,135,261,293	2,182,076,580
Allowance for impairment	**(16,199,855)**	(11,921,969)
	P 3,119,061,438	P2,170,154,611

Schedule 3 - Inventories

	October 31, 2015	April 30, 2015
Vehicles	**P4,579,707,300**	P 4,280,622,215
Parts and components	**167,158,668**	184,664,364
Spare parts and accessories	**23,967,699**	24,708,815
Work in progress	**28,758,545**	11,062,701
Hotel supplies	**7,483,603**	7,816,590
	P5,163,008,188	P4,508,874,685
Allowance for inventory writedown	**120,710,603**	(135,846,187)
	P4,927,786,418	P4,373,028,498

Schedule 4 – Prepayments and other current assets

	October 31, 2015	April 30, 2015
Prepaid expenses	P 377,520,862	P 306,442,912
Prepaid taxes	70,933,720	120,206,357
Refundable deposits	31,807,088	164,626,092
Input VAT	33,038,802	24,331,597
Creditable withholding tax	3,030,046	2,379,014
Other current assets	25,498,622	18,933,540
	541,829,140	636,919,512
Allowance for impairment	(9,375,000)	(9,375,000)
	P 532,454,140	P 627,544,512

Schedule 5 - Available-for-Sale Financial Assets

	October 31, 2015	April 30, 2015
Equity securities	P 753,879,243	P 936,017,021
Loan stocks	112,314,230	182,061,693
Warrants	8,518,458	12,685,537
	P 874,711,931	P1,130,764,251

Schedule 6 – Property and Equipment

	October 31, 2015	April 30, 2015
Computers and on-line Lottery Equipment	P1,463,646,645	P1,464,373,633
Buildings	720,291,386	720,291,386
Transportation Equipment	50,596,590	47,921,590
Workshop equipment	532,929,235	455,554,914
Office, Furniture, Fixtures and Equipment	40,247,398	37,487,189
Hotel and Kitchen Equipment and Utensils	12,194,880	12,105,408
Communication Equipment	3,782,237	3,782,237
Leasehold Improvements	1,140,269,395	960,063,243
Land	93,913,805	89,343,937
Total	P4,057,871,571	P 3,790,923,537
Less: Accumulated Depreciation	(2,529,751,359)	(2,358,565,657)
Net Carrying Ammount	P1,528,120,212	P 1,432,357,880

Schedule 7 – Investments in and Advances to Associates

October 31, 2015	PLPI	BPPI	BAPI	CPI	Total
Investment:					
Acquisition costs					
Initial investment	P 7,999,997	P 61,400,000	P 62,700,000	P 399,996	P 132,499,993
Reclassification	-	-	-	-	-
	7,999,997	61,400,000	62,700,000	399,996	132,499,993
Additional interest					
Deposits for future stock subscription	-	-	-	-	-
Accumulated equity share in net profit (losses)					
Share in net profit (losses) in prior years	32,680,551	(61,400,000)	113,388,214	(399,996)	84,268,769
Share in net profit (losses) during the year	451,487	-	48,934,289	-	49,385,776
	33,132,038	(61,400,000)	162,322,503	(399,996)	133,654,545
Total investments in associates	41,132,035	-	225,022,503	-	266,154,538
Advances	31,683,131	191,280,000	-	1,923,496	224,886,627
	P 72,815,166	P 191,280,000	P 225,022,503	P 1,923,496	P 491,041,165

April 30, 2015	PLPI	BPPI	BAPI	CPI	Total
Investment:					
Acquisition costs					
Initial investment	P 399,997	P 26,000,000	P 62,700,000	P 399,996	P 89,499,993
Reclassification	7,600,000	35,400,000	-	-	43,000,000
	7,999,997	61,400,000	62,700,000	399,996	132,499,993
Additional interest					
Deposits for future stock subscription	-	-	-	-	-
Accumulated equity share in net profit (losses)					
Share in net profit (losses) in prior years	31,864,901	(61,400,000)	43,981,290	(399,996)	14,046,195
Share in net profit (losses) during the year	815,650	-	69,406,924	-	70,222,574
	32,680,551	(61,400,000)	113,388,214	(399,996)	84,268,769
Total investments in associates	40,680,548	-	176,088,214	-	216,768,762
Advances	31,683,131	161,360,000	-	1,723,496	194,766,627
	P 72,363,679	P 161,360,000	P 176,088,214	P 1,723,496	P 411,535,389

Schedule 8 – Intangible Assets

	October 31, 2015	April 30, 2015
Goodwill	**P 1,146,446,515**	P1,108,183,290
Dealership rights	**742,925,354**	706,774,509
	P 1,889,371,869	P1,814,957,799

Schedule 9 – Trade and Other Payables

	October 31, 2015	April 30, 2015
Trade payables	**P1,095,485,692**	P 1,138,358,267
Advances from customers	**1,157,954,482**	1,034,541,914
Accrued expenses	**340,233,884**	288,852,444
Withholding taxes payable	**72,395,841**	220,019,805
Management fee payable	**20,985,000**	16,585,379
Deferred output VAT	**24,845,236**	12,857,309
Due to a related party	**1,506,552**	549,333
Other payables	**153,117,297**	86,296,731
	P2,866,523,984	P2,798,061,182

Schedule 10 – Loans Payables and Borrowings

	October 31, 2015	April 30, 2015
Manufacturers' vehicle stocking loans	**P 3,143,290,845**	P 2,266,443,843
Other third party vehicle stocking loans	**425,127,768**	780,908,718
Bank loans and mortgages	**487,192,000**	-
	P 4,055,610,613	P3,047,352,561

BERJAYA PHILIPPINES, INC. AND SUBSIDIARIES
(Formerly Prime Gaming Philippines, Inc. and Subsidiaries)
[A Subsidiary of Berjaya Lottery Management (HK) Limited]
Financial Indicators and KPI Ratios for Additional Reporting to the SEC :

		Consolidated Unaudited 31.10.2015	Consolidated Unaudited 30.04.2015	Consolidated Unaudited 31.10.2014
1	**Current Ratio**	**1.41**	**1.41**	**1.43**
	Current Assets	9,881,214,407	8,380,040,012	7,643,574,088
	Current Liabilities	7,003,981,704	5,926,363,722	5,360,917,117
2	**Quick Ratio**	**0.71**	**0.68**	**0.67**
	Current Assets less Inventories	4,953,427,989	4,007,011,514	3,610,817,899
	Inventories	4,927,786,418	4,373,028,498	4,032,756,189
	Current Liabilities	7,003,981,704	5,926,363,722	5,360,917,117
3	**Debt to Equity Ratio**	**0.62%**	**0.67%**	**1.49%**
	Long term Debt	46,651,934	47,723,880	101,144,295
	Stockholders' Equity	7,487,583,981	7,102,317,671	6,775,150,846
4	**Debt to Asset Ratio**	**0.32%**	**0.36%**	**0.82%**
	Long term Debt	**46,651,934**	**47,723,880**	**101,144,295**
	Total Assets	14,585,718,199	13,120,772,387	12,287,878,428
5	**Book Value per Share**	**8.62**	**8.18**	**7.80**
	Weighted Average number of BPI shares	**868,256,171**	**868,256,171**	**868,256,171**
6	PPE Turnover			
	Net revenues/ PPE (in times)	**8.75**	**18.48**	**9.20**
	Annualized	**17.50**	**18.48**	**18.40**
7	Return on Average Equity			
	Net income/average equity	**6.68%**	**13.39%**	**6.12%**
	Annualized	**13.35%**	**13.39%**	**12.24%**
8	Return on Average Assets			
	Net income/ave. total assets	**3.43%**	**7.25%**	**3.38%**
	Annualized	**6.85%**	**7.25%**	**6.75%**
	Net revenues	13,368,771,187	26,467,910,569	12,697,287,684
	Plant, prop and equipment	1,528,120,212	1,432,357,880	1,379,803,575
	Total assets	14,585,718,199	13,120,772,387	12,287,878,428
	Net income	499,913,743	950,965,023	414,786,151
	To annualize (formula use-depend on no of qtr)	2	1	2

BERJAYA PHILIPPINES, INC. AND SUBSIDIARIES
(Formerly Prime Gaming Philippines, Inc. and Subsidiaries)
[A Subsidiary of Berjaya Lottery Management (HK) Limited]

Annex B

1. **Aging of Accounts Receivables as of 31 Oct 2015**

Type of Accounts Receivables	Neither Past Due nor Impaired	61-90 days	Past Due not Impaired 91-120 days	Over 180 days	Past Due Accts & Items in Litigation	Total
	(Peso)		(Peso)	(Peso)	(Peso)	(Peso)
a) Trade Receivables						
1) PCSO	150,709,985	-	-	-	-	150,709,985
2) Guest/City Ledger	6,550,989	-	-	-	-	6,550,989
3)Vehicle Debtor	663,072,551			16,199,855		679,272,406
3) Others	-	-	-	-	-	-
Subtotal	820,333,525	-	-	16,199,855	-	836,533,380
Less: Allow. For Doubtful Acct.	16,199,855	-	-	-	-	16,199,855
Net Trade receivable	804,133,670	-	-	16,199,855	-	820,333,525
b) Non - Trade Receivables						
1)Loans Receivables	22,353,668			719,263,023		741,616,691
2)Advances for stock subscription	646,268,757			695,989,248		1,342,258,005
3)Payment to other related parties	424,291	-	-	-	-	424,291
4) Advances to employees	5,725,178	-	-	-		5,725,178
5) Other Receivables	208,703,748			-	-	208,703,748
						-
Subtotal	883,475,642	-	-	1,415,252,271	-	2,298,727,913
Less: Allow. For Doubtful Acct.	-	-	-	-	-	-
Net Non - trade receivable	883,475,642	-	-	1,415,252,271	-	2,298,727,913
Net Receivables (a + b)	**1,687,609,312**	**-**	**-**	**1,431,452,126**	**-**	**3,119,061,438**

Notes:
If the Company's collection period does not match with the above schedule, a revision is necessary to make the schedule not misleading.
The proposed collection period in this schedule may be changed to appropriately reflect the Company's actual collection period.

2. **Accounts Receivable Description**

Type of Receivables	Nature/Description	Collection/Liquidation Period
Trade Receivables		
1) PCSO	gross receipt from lottery ticket sales	30-60 days
2) Guest/City Ledger	rooms revenue and sale of food and beverages	30-60 days
3)Vehicle Debtor	sale of vehicles, parts and accessories and	30-60 days
	servicing and body shop sales	

Notes:
To indicate a brief description of the nature and collection period of each receivable accounts with major balances or separate receivable captions, both the trade and non - trade accounts.

3. **Normal Operating Cycle:** 365 days

	USD	MYR	GBP
Financial Assets			
Cash & Cash equivalents-PGMC	2,194,059		
Cash & Cash equivalents-BPI	1,697,323		1,438,577
Deposit to InterPac	9,821	16,332,212	42,842,116
Deposit to Tormen			969,273,000
Deposit to RBW			93,337,400
HRO Assets			8,221,360,806
	3,901,203	**16,332,212**	**9,328,251,899**
Financial Liabilities			
Trade Payables-ILTS	-		
HRO Liabilities			(6,734,229,941)
	-	**-**	**(6,734,229,941)**
Total net exposure	**3,901,203**	**16,332,212**	**2,594,021,958**

	Resonably possible change in rate	Effect in PBT	Effect in Equity after Tax
Php-USD	16.25%	633,945	443,762
Php-MYR	72.15%	11,783,691	8,248,584
Php-GBP	60.52%	1,569,902,089	1,098,931,462
		1,582,319,726	**1,107,623,808**

Cash and Cash equivalents	1,208,385,784
Trade & Other Receivables	3,119,061,438
Advances to Associates	224,886,627
Other Non Current Assets	3,322,088
	4,555,655,937

SEGMENT REPORTING
31-Oct-15

	Leasing	Service	Holdings & Investments	Automotive	Elimination	Group
Revenue						
External	848,578,653	69,799,224	43,170,940	12,526,708,162		13,488,256,979
Inter-Segment			480,000,000		(430,614,224)	49,385,776
	848,578,653	69,799,224	523,170,940	12,526,708,162	(430,614,224)	13,537,642,755
Expenses						
External	391,518,385	71,285,013	24,212,802	12,380,675,132		12,867,691,332
Inter-Segment						-
	391,518,385	71,285,013	24,212,802	12,380,675,132	-	12,867,691,332
Profit before Tax	457,060,268	(1,485,789)	498,958,138	146,033,030	(430,614,224)	669,951,423
Net Profit	330,788,506	(1,508,256)	493,038,095	108,209,622	(430,614,224)	499,913,743
Segment Assets	421,148,379	771,586,884	6,859,850,884	8,221,360,806	(1,688,228,754)	14,585,718,199
Segment Liabilities	245,477,394	771,083,010	212,490,933	6,734,229,941	(865,147,060)	7,098,134,218
Capital Expenditures	6,774,928	587,758		191,249,601		198,612,287
Depreciation & Amortization	42,051,097	15,246,596	1,250,602	78,303,394		136,851,689