

FIRST MYANMAR INVESTMENT CO., LTD. AND ITS SUBSIDIARIES (Registration No. 159/1992-1993)

REPORT OF THE DIRECTORS
AND CONSOLIDATED FINANCIAL STATEMENTS

**SIX MONTHS ENDED SEPTEMBER 30, 2018** 

### REPORT OF THE DIRECTORS AND CONSOLIDATED FINANCIAL STATEMENTS

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#### STATEMENT OF THE DIRECTORS

We, U Thein Wai @ Serge Pun and U Tun Tun, being the Directors of the Company, do hereby confirm for and behalf of the Board of Directors that, to the best of our knowledge, nothing has come to our attention which may render the financial results for the period ended 30 September 2018 to be false or misleading in any material respect.

Executive Director

U Theim Wai @ Serge Pun Executive Chairman

Date: December 17, 2018



Myanmar Vigour & Associates Limited #41 I. Level 4 Strand Square No 53 Strand Road Pabedan Township Yangon, Myanmar Tel: +95 1230 7364 www.deloitte.com/mm

#### REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

The Board of Directors

#### Introduction

We have reviewed the accompanying consolidated statement of financial position of First Myanmar Investment Co., Ltd. and its subsidiaries (the "Group") as at September 30, 2018, and the related consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement cash flows for the six months ended, and a summary of significant accounting policies and other explanatory notes ("interim financial information"). Management is responsible for the preparation and fair presentation of this interim financial information in accordance with the provisions of the Myanmar Companies Law ('Law") and Myanmar Financial Reporting Standards ("MFRSs"). Our responsibility is to express a conclusion on this interim financial information based on our review.

#### Scope of Review

We conducted our review in accordance with Myanmar Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Myanmar Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not give a true and fair view of the financial position of the Group as at September 30, 2018, and of its financial performance and its cash flows for the six months ended in accordance with the provisions of the Law and MFRSs.

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Cho Cho Aung Certified Public Accountant and Financial Consultant Yangon, Myanmar

Date: December 17, 2018

# FIRST MYANMAR INVESTMENT CO.,LTD AND ITS SUBSIDARIES CONSOLIDATED STATEMENT OF FINANCIAL POSITION SEPTEMBER 30, 2018

Cash and cash equivalents		<u>Note</u>	30-Sep-2018 <u>Unaudited</u> MMK'000	<u>31-Mar-2018</u> <u>Audited</u> MMK'000
Cash and cash equivalents         222,155,112         286,955,946           Trade and other receivables         67,277,350         47,563,150           Loans and advances to customers, by the bank subsidiary         3         1,540,692,165         1,366,349,494           Inventories         1,173,609         1,019,575           Advances and prepayments         1,849,887,037         1,734,498,732           Total current assets         18,746,969         14,267,296           Available-for-sale investments         4         49,433,410         51,448,484           Investment in joint ventures         3,357,478         3,358,901           Investment in sosociates         5         71,539,307         58,743,603           Government and other securities, by the bank subsidiary         6         451,864,703         263,470,605           Investment properties         2,752,2076         2,767,701           Froperty and equipment         107,254,459         107,049,662           Goodwill         52,731,087         52,731,087           Intangible assets         4,627,215         4,478,163           Total assets         7         762,306,704         558,315,502           Total assets         7         134,684,178         124,414,860           Deposits and ba	ASSETS		1 II II 000	111111111111111111111111111111111111111
Capacita	Current assets			
Subsidiary   3	Cash and cash equivalents		222,155,112	286,955,946
1,540,692,165   3,363,34,949     Inventories   1,173,609   1,019,575     Advances and prepayments   18,588,801   32,610,567     Total current assets   18,746,969   1,4267,296     Available-for-sale investments   4 49,433,410   51,448,484     Investment in joint ventures   3,357,478   3,358,901     Investment in in associates   5 71,539,307   58,743,603     Government and other securities, by the bank subsidiary   6 451,864,703   263,470,605     Investment properties   7,752,076   2,767,701     Property and equipment   107,254,459   107,496,626     Goodwill   52,731,087   52,731,087     Intangible assets   4,627,215   4,478,163     Total assets   762,306,704   558,315,502     Total assets   762,306,704   558,315,502     Total assets   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7 134,684,178   124,414,860     Deposits and balances from custom	Trade and other receivables		67,277,350	47,563,150
1,173,609				
Advances and prepayments         18,588,601         32,610,567           Total current assets         1,849,887,037         1,734,498,732           When ron-current assets         18,746,969         14,267,296           Available-for-sale investments         4         49,433,410         51,448,484           Investment in joint ventures         5         7,1539,307         58,743,603           Government and other securities, by the bank subsidiary         6         451,864,703         263,470,605           Investment properties         2,752,076         2,767,701           Property and equipment         107,254,459         107,049,665           Goodwill         52,731,687         52,731,087           Intagible assets         4,627,215         4,478,163           Total non-current assets         762,306,704         558,315,502           Total assets         7         134,684,178         124,414,860           Deposits and balances from customers, by the bank subsidiary         2,092,718,825         1,811,540,196           Fund restricted for LIFT-AFP, by the bank subsidiary         7         5,267,270         2,321,480           Provision for income tax         6,720,700         3,493,955         3,672,700         3,493,955           Borrowings, representing total non-current liabi	·	3		
Non-current assets         1,849,887,037         1,734,498,732           Other non-current assets         18,746,969         14,267,296           Available-for-sale investments         4         49,433,410         51,448,484           Investment in joint ventures         3,357,478         3,358,901           Investment in associates         5         71,539,307         58,743,603           Government and other securities, by the bank subsidiary         6         451,864,703         263,470,605           Investment properties         2,752,076         2,767,701           Property and equipment         107,254,459         107,049,662           Goodwill         52,731,087         52,731,087           Intangible assets         4,627,215         4,478,163           Total non-current assets         762,306,704         558,315,502           Total assets         7         134,684,178         124,414,860           Poposits and balances from customers, by the bank subsidiary         2,092,718,825         1,811,540,196           Fund restricted for LIFT-AFP, by the bank subsidiary         7         5,267,270         2,321,480           Provision for income tax         6,720,700         3,493,955           Borrowings, representing total non-current liabilities         2,346,067,925         1				
Non-current assets         Inamogno of the properties of the property and equipment of the property and equipment of the property of the				
Other non-current assets         18,746,969         14,267,296           Available-for-sale investments         4         49,433,410         51,448,484           Investment in joint ventures         3,357,478         3,358,901           Investment in associates         5         71,539,307         58,743,603           Government and other securities, by the bank subsidiary         6         451,864,703         263,470,605           Investment properties         2,752,076         2,767,701           Property and equipment         107,254,459         107,049,662           Goodwill         52,731,087         52,731,087           Intagible assets         4,627,215         4,478,163           Total non-current assets         762,306,704         558,315,502           Total assets         7         134,684,178         124,414,860           Deposits and balances from customers, by the bank subsidiary         7         134,684,178         124,414,860           Peoposits and balances from customers, by the bank subsidiary         7         5,267,270         2,321,480           Provision for income tax         6,720,700         3,493,955           Sorrowings         7         6,676,952         10,997,900           Total current liabilities         2,303,557,969         1,9	Total current assets		1,849,887,037	1,/34,498,/32
Other non-current assets         18,746,969         14,267,296           Available-for-sale investments         4         49,433,410         51,448,484           Investment in joint ventures         3,357,478         3,358,901           Investment in associates         5         71,539,307         58,743,603           Government and other securities, by the bank subsidiary         6         451,864,703         263,470,605           Investment properties         2,752,076         2,767,701           Property and equipment         107,254,459         107,049,662           Goodwill         52,731,087         52,731,087           Intagible assets         4,627,215         4,478,163           Total non-current assets         762,306,704         558,315,502           Total assets         7         134,684,178         124,414,860           Deposits and balances from customers, by the bank subsidiary         7         134,684,178         124,414,860           Peoposits and balances from customers, by the bank subsidiary         7         5,267,270         2,321,480           Provision for income tax         6,720,700         3,493,955           Sorrowings         7         6,676,952         10,997,900           Total current liabilities         2,303,557,969         1,9	Non-current accets			
Available-for-sale investments Investment in joint ventures Investment in joint ventures Investment in joint ventures Investment in joint ventures Investment in associates Sovernment and other securities, by the bank subsidiary Investment properties Investment Inv			18 7/6 060	14 267 206
Newstment in joint ventures   1,3,357,478   3,358,901     Newstment in associates   5   71,539,307   58,743,603     Subsidiary   6   451,864,703   263,470,605     Newstment properties   2,752,076   2,767,701     Property and equipment   107,254,459   107,049,662     Goodwill   52,731,087   52,731,087     Total non-current assets   4,627,215   4,478,163     Total non-current assets   762,306,704   558,315,502     Total assets   762,306,704   558,315,502     Total assets   7   134,684,178   124,414,860     Deposits and balances from customers, by the bank subsidiary   7   5,267,270   2,321,480     Fund restricted for LIFT-AFP, by the bank subsidiary   7   5,267,270   2,321,480     Fund restricted for LIFT-AFP, by the bank subsidiary   7   6,676,952   10,997,900     Total current liabilities   7   6,676,952   1,952,768,391     Non-current liabilities   7   57,490,044   32,321,163     Total		4		
Secont		•		
Government and other securities, by the bank subsidiary         6         451,864,703         263,470,605         2,767,701         107,254,459         107,049,662         2,000 (2,731,087         107,049,662         3,000 (2,731,087         52,731,087         52,731,087         52,731,087         52,731,087         52,731,087         52,731,087         52,731,087         104,781,613         104,627,215         4,478,163         104,627,215         4,478,163         104,627,215         4,478,163         104,627,215         4,478,163         104,627,215         4,478,163         104,627,215         4,478,163         104,627,215         4,478,163         104,627,215         4,478,163         104,418,600         108,627,215         1,478,163         108,627,215         1,474,600         108,627,217         2,292,814,234         108,627,217         2,092,718,825         1,811,540,196         109,627,218,600         1,811,540,196         109,627,218,825         1,811,540,196         109,627,218,825         1,811,540,196         109,627,218,825         1,811,540,196         109,627,218,825         1,811,540,196         109,627,218,825         1,811,540,196         109,627,218,825         1,811,540,196         109,627,218,825         1,811,540,196         109,627,218,825         1,811,540,196         109,627,218,825         1,811,540,196         109,627,279         2,2321,480         109,627,279	•	5		
subsidiary         6         451,864,703         263,470,605           Investment properties         2,752,076         2,767,701           Property and equipment         107,254,459         107,049,662           Goodwill         52,731,087         52,731,087           Intangible assets         4,627,215         4,478,163           Total non-current assets         762,306,704         558,315,502           Total assets         762,306,004         558,315,502           Total assets         762,306,004         558,315,502           Trade and other payables         7         134,684,178         124,414,860           Deposits and balances from customers, by the bank subsidiary         2,092,718,825         1,811,540,196           Fund restricted for LIFT-AFP, by the bank subsidiary         7         5,267,270         2,321,480           Provision for income tax         6,720,700         3,493,955           Borrowings         7         6,676,952         10,997,900           Total current liabilities         2,246,067,925         1,952,768,391           Non-current liabilities           Borrowings, representing total non-current liabilities         2,303,557,969         1,985,089,554           Total liabilities         8         27,112,747         25			, _,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
Property and equipment		6	451,864,703	263,470,605
Section   Sect	Investment properties			2,767,701
Name	Property and equipment		107,254,459	107,049,662
Total non-current assets         762,306,704         558,315,502           Total assets         2,612,193,741         2,292,814,234           LIABILITIES AND EQUITY           Current liabilities           Trade and other payables         7         134,684,178         124,414,860           Deposits and balances from customers, by the bank subsidiary         2,092,718,825         1,811,540,196           Fund restricted for LIFT-AFP, by the bank subsidiary         7         5,267,270         2,321,480           Provision for income tax         6,720,700         3,493,955           Borrowings         7         6,676,952         10,997,900           Total current liabilities         2,246,067,925         1,952,768,391           Non-current liabilities           Borrowings, representing total non-current liabilities         7         57,490,044         32,321,163           Total liabilities         2,303,557,969         1,985,089,554           Capital and Reserves           Share capital         8         27,112,747         25,825,076           Share premium         8         66,649,307         67,936,978           Reserves         34,338,925         32,938,132           Retained profits         90,926,191 <td< td=""><td>Goodwill</td><td></td><td>52,731,087</td><td></td></td<>	Goodwill		52,731,087	
	Intangible assets		4,627,215	4,478,163
LIABILITIES AND EQUITY           Current liabilities         7         134,684,178         124,414,860           Trade and other payables         7         134,684,178         124,414,860           Deposits and balances from customers, by the bank subsidiary         2,092,718,825         1,811,540,196           Fund restricted for LIFT-AFP, by the bank subsidiary         7         5,267,270         2,321,480           Provision for income tax         6,720,700         3,493,955           Borrowings         7         6,676,952         10,997,900           Total current liabilities         2,246,067,925         1,952,768,391           Non-current liabilities         7         57,490,044         32,321,163           Total liabilities         7         57,490,044         32,321,163           Total liabilities         7         57,490,044         32,321,163           Total liabilities         8         27,112,747         25,825,076           Share capital         8         27,112,747         25,825,076           Share premium         8         66,649,307         67,936,978           Reserves         34,338,925         32,938,132           Retained profits         90,926,191         92,802,889           Equity attributabl				
Current liabilities           Trade and other payables         7         134,684,178         124,414,860           Deposits and balances from customers, by the bank subsidiary         2,092,718,825         1,811,540,196           Fund restricted for LIFT-AFP, by the bank subsidiary         7         5,267,270         2,321,480           Provision for income tax         6,720,700         3,493,955           Borrowings         7         6,676,952         10,997,900           Total current liabilities         2,246,067,925         1,952,768,391           Non-current liabilities         7         57,490,044         32,321,163           Total liabilities         7         57,490,044         32,321,163           Total liabilities         2,303,557,969         1,985,089,554           Capital and Reserves         8         27,112,747         25,825,076           Share capital         8         27,112,747         25,825,076           Share premium         8         66,649,307         67,936,978           Reserves         34,338,925         32,938,132           Retained profits         90,926,191         92,802,889           Equity attributable to owners of the Company         219,027,170         219,503,075           Non-controlling interests	Total assets	_	2,612,193,741	2,292,814,234
bank subsidiary       2,092,718,825       1,811,540,196         Fund restricted for LIFT-AFP, by the bank subsidiary       7       5,267,270       2,321,480         Provision for income tax       6,720,700       3,493,955         Borrowings       7       6,676,952       10,997,900         Total current liabilities       2,246,067,925       1,952,768,391         Non-current liabilities         Borrowings, representing total non-current liabilities       7       57,490,044       32,321,163         Total liabilities         Capital and Reserves         Share capital       8       27,112,747       25,825,076         Share premium       8       66,649,307       67,936,978         Reserves       34,338,925       32,938,132         Retained profits       90,926,191       92,802,889         Equity attributable to owners of the Company       219,027,170       219,503,075         Non-controlling interests       89,608,602       88,221,605         Total equity       308,635,772       307,724,680	Current liabilities Trade and other payables	7	134,684,178	124,414,860
Fund restricted for LIFT-AFP, by the bank subsidiary 7 5,267,270 2,321,480 Provision for income tax 6,720,700 3,493,955 Borrowings 7 6,676,952 10,997,900 Total current liabilities 2,246,067,925 1,952,768,391 Non-current liabilities 7 57,490,044 32,321,163 Total liabilities 7 57,490,044 32,321,163 2,303,557,969 1,985,089,554    Capital and Reserves Share capital 8 27,112,747 25,825,076 Share premium 8 66,649,307 67,936,978 Reserves 34,338,925 32,938,132 Retained profits 90,926,191 92,802,889 Equity attributable to owners of the Company Non-controlling interests 89,608,602 88,221,605 Total equity 308,635,772 307,724,680			2 002 718 825	1 811 5/0 106
subsidiary         7         5,267,270         2,321,480           Provision for income tax         6,720,700         3,493,955           Borrowings         7         6,676,952         10,997,900           Total current liabilities         2,246,067,925         1,952,768,391           Non-current liabilities         57         57,490,044         32,321,163           Total liabilities         7         57,490,044         32,321,163           Total liabilities         2,303,557,969         1,985,089,554           Capital and Reserves         8         27,112,747         25,825,076           Share capital         8         66,649,307         67,936,978           Reserves         34,338,925         32,938,132           Retained profits         90,926,191         92,802,889           Equity attributable to owners of the Company         219,027,170         219,503,075           Non-controlling interests         89,608,602         88,221,605           Total equity         308,635,772         307,724,680			2,032,710,023	1,011,540,190
Provision for income tax         6,720,700         3,493,955           Borrowings         7         6,676,952         10,997,900           Total current liabilities         2,246,067,925         1,952,768,391           Non-current liabilities           Borrowings, representing total non-current liabilities         7         57,490,044         32,321,163           Total liabilities           Capital and Reserves         2,303,557,969         1,985,089,554           Characteristic liabilities         8         27,112,747         25,825,076           Share capital         8         27,112,747         25,825,076           Share premium         8         66,649,307         67,936,978           Reserves         34,338,925         32,938,132           Retained profits         90,926,191         92,802,889           Equity attributable to owners of the Company         219,027,170         219,503,075           Non-controlling interests         89,608,602         88,221,605           Total equity         308,635,772         307,724,680		7	5.267.270	2.321.480
Borrowings         7         6,676,952         10,997,900           Total current liabilities         2,246,067,925         1,952,768,391           Non-current liabilities         57,490,044         32,321,163           Borrowings, representing total non-current liabilities         7         57,490,044         32,321,163           Total liabilities         2,303,557,969         1,985,089,554           Capital and Reserves         8         27,112,747         25,825,076           Share capital         8         66,649,307         67,936,978           Reserves         34,338,925         32,938,132           Retained profits         90,926,191         92,802,889           Equity attributable to owners of the Company         219,027,170         219,503,075           Non-controlling interests         89,608,602         88,221,605           Total equity         308,635,772         307,724,680		,		
Non-current liabilities         2,246,067,925         1,952,768,391           Borrowings, representing total non-current liabilities         7         57,490,044         32,321,163           Total liabilities         7         57,490,044         32,321,163           Total liabilities         2,303,557,969         1,985,089,554           Capital and Reserves         8         27,112,747         25,825,076           Share capital         8         66,649,307         67,936,978           Reserves         34,338,925         32,938,132           Retained profits         90,926,191         92,802,889           Equity attributable to owners of the Company         219,027,170         219,503,075           Non-controlling interests         89,608,602         88,221,605           Total equity         308,635,772         307,724,680		7		
Borrowings, representing total non-current liabilities       7       57,490,044       32,321,163         Total liabilities       2,303,557,969       1,985,089,554         Capital and Reserves         Share capital       8       27,112,747       25,825,076         Share premium       8       66,649,307       67,936,978         Reserves       34,338,925       32,938,132         Retained profits       90,926,191       92,802,889         Equity attributable to owners of the Company       219,027,170       219,503,075         Non-controlling interests       89,608,602       88,221,605         Total equity       308,635,772       307,724,680	Total current liabilities			
Capital and Reserves         2,303,557,969         1,985,089,554           Share capital         8         27,112,747         25,825,076           Share premium         8         66,649,307         67,936,978           Reserves         34,338,925         32,938,132           Retained profits         90,926,191         92,802,889           Equity attributable to owners of the Company         219,027,170         219,503,075           Non-controlling interests         89,608,602         88,221,605           Total equity         308,635,772         307,724,680	Borrowings, representing total non-current	7	57.400.044	22 221 162
Capital and Reserves         Share capital       8       27,112,747       25,825,076         Share premium       8       66,649,307       67,936,978         Reserves       34,338,925       32,938,132         Retained profits       90,926,191       92,802,889         Equity attributable to owners of the Company       219,027,170       219,503,075         Non-controlling interests       89,608,602       88,221,605         Total equity       308,635,772       307,724,680		′ –		
Share capital       8       27,112,747       25,825,076         Share premium       8       66,649,307       67,936,978         Reserves       34,338,925       32,938,132         Retained profits       90,926,191       92,802,889         Equity attributable to owners of the Company       219,027,170       219,503,075         Non-controlling interests       89,608,602       88,221,605         Total equity       308,635,772       307,724,680	Total Habilities		2,303,337,303	1,303,003,334
Share capital       8       27,112,747       25,825,076         Share premium       8       66,649,307       67,936,978         Reserves       34,338,925       32,938,132         Retained profits       90,926,191       92,802,889         Equity attributable to owners of the Company       219,027,170       219,503,075         Non-controlling interests       89,608,602       88,221,605         Total equity       308,635,772       307,724,680	Canital and Reserves			
Share premium       8       66,649,307       67,936,978         Reserves       34,338,925       32,938,132         Retained profits       90,926,191       92,802,889         Equity attributable to owners of the Company       219,027,170       219,503,075         Non-controlling interests       89,608,602       88,221,605         Total equity       308,635,772       307,724,680		8	27.112.747	25,825.076
Reserves       34,338,925       32,938,132         Retained profits       90,926,191       92,802,889         Equity attributable to owners of the Company       219,027,170       219,503,075         Non-controlling interests       89,608,602       88,221,605         Total equity       308,635,772       307,724,680				
Retained profits         90,926,191         92,802,889           Equity attributable to owners of the Company         219,027,170         219,503,075           Non-controlling interests         89,608,602         88,221,605           Total equity         308,635,772         307,724,680	·			
Non-controlling interests         89,608,602         88,221,605           Total equity         308,635,772         307,724,680	Retained profits			
Non-controlling interests         89,608,602         88,221,605           Total equity         308,635,772         307,724,680				
	Non-controlling interests		89,608,602	88,221,605
<b>Total liabilities and equity</b> 2,612,193,741 2,292,814,234	Total equity	_	308,635,772	307,724,680
	Total liabilities and equity		2,612,193,741	2,292,814,234

## FIRST MYANMAR INVESTMENT CO.,LTD AND ITS SUBSIDARIES CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018

Revenue         130,534,069         95,756,962           Cost of sales         (79,425,965)         (63,896,870)           Gross Profit         51,108,104         31,860,092           Administrative expenses         9         (43,579,572)         (29,561,845)           Finance expenses         (2,635,149)         (1,516,629)           Listing expenses         10         (6,287,865)         553,764           Share of profit of associates and jointly controlled entity, net of tax         13,096,738         13,228,334           Profit before income tax         13,096,738         13,228,334           Income tax expense         (3,282,985)         (1,239,737)           Profit for the year         9,813,753         11,988,597           Other comprehensive income         11,988,597           Other comprehensive income for the period, net of tax         (2,497,798)         ————————————————————————————————————		<u>Note</u>	30-Sep-2018 <u>Unaudited</u> MMK'000	30-Sep-2017 Unaudited MMK'000
Gross Profit         51,108,104         31,860,092           Administrative expenses         9         (43,579,572)         (29,561,845)           Finance expenses         (2,635,149)         (1,516,629)           Listing expenses         (10         (6,287,865)         553,764           Other gains or losses         10         (6,287,865)         553,764           Share of profit of associates and jointly controlled entity, net of tax         14,508,782         11,929,786           Profit before income tax         13,096,738         13,228,334           Income tax expense         (3,282,985)         (1,239,737)           Profit for the year         9,813,753         11,988,597           Other comprehensive income         (2,497,798)         -           Fair value adjustment of available-for-sale investments         4         (2,497,798)         -           Other comprehensive income for the period, net of tax         (2,497,798)         -           Total comprehensive income for the period         7,315,955         11,988,597           Total comprehensive income attributable to:         0,553,802         10,795,139           Owners of the Company         6,553,802         10,795,139           Non-controlling interests         3,259,951         1,193,458 <t< td=""><td>Revenue</td><td></td><td>130,534,069</td><td>95,756,962</td></t<>	Revenue		130,534,069	95,756,962
Administrative expenses 9 (43,579,572) (29,561,845) Finance expenses (2,635,149) (1,516,629) Listing expenses (17,562) (36,834) Other gains or losses 10 (6,287,865) 553,764  Share of profit of associates and jointly controlled entity, net of tax 13,096,738 13,228,334  Profit before income tax 13,096,738 13,228,334  Income tax expense (3,282,985) (1,239,737)  Profit for the year 9,813,753 11,988,597  Other comprehensive income  Items that may be reclassified subsequently to profit or loss  Fair value adjustment of available-for-sale investments 4 (2,497,798) -  Other comprehensive income for the period, net of tax  Total comprehensive income for the period 7,315,955 11,988,597  Profit attributable to: Owners of the Company Non-controlling interest 9,813,753 11,988,597  Total comprehensive income attributable to: Owners of the Company Non-controlling interest 4,056,004 10,795,139 Non-controlling interests 3,259,951 1,193,458 7,315,955 11,988,597	Cost of sales		(79,425,965)	(63,896,870)
Finance expenses   (2,635,149)   (1,516,629)	Gross Profit		51,108,104	31,860,092
Listing expenses       (17,562)       (36,834)         Other gains or losses       10       (6,287,865)       553,764         Share of profit of associates and jointly controlled entity, net of tax       14,508,782       11,929,786         Profit before income tax       13,096,738       13,228,334         Income tax expense       (3,282,985)       (1,239,737)         Profit for the year       9,813,753       11,988,597         Other comprehensive income         Items that may be reclassified subsequently to profit or loss         Fair value adjustment of available-for-sale investments       4       (2,497,798)          Other comprehensive income for the period, net of tax       (2,497,798)          Total comprehensive income for the period       7,315,955       11,988,597         Profit attributable to:	Administrative expenses	9	(43,579,572)	(29,561,845)
Other gains or losses       10       (6,287,865)       553,764         Share of profit of associates and jointly controlled entity, net of tax       14,508,782       11,929,786         Profit before income tax       13,096,738       13,228,334         Income tax expense       (3,282,985)       (1,239,737)         Profit for the year       9,813,753       11,988,597         Other comprehensive income       (2,497,798)       -         Fair value adjustment of available-for-sale investments       4       (2,497,798)       -         Other comprehensive income for the period, net of tax       (2,497,798)       -         Total comprehensive income for the period       7,315,955       11,988,597         Profit attributable to:         0,553,802       10,795,139         Non-controlling interest       3,259,951       1,193,458         9,813,753       11,988,597         Total comprehensive income attributable to:         0,060,004       10,795,139         Owners of the Company Non-controlling interests       4,056,004       10,795,139         Non-controlling interests       3,259,951       1,193,458         7,315,955       11,988,597	Finance expenses		(2,635,149)	(1,516,629)
Share of profit of associates and jointly controlled entity, net of tax  Profit before income tax  Income tax expense  (3,282,985)  Income tax expense  (3,282,985)  Income tax expense  (3,282,985)  Income tax expense  (3,282,985)  Income tax expense  9,813,753  Income tax expense  9,813,753  Income tax expense  9,813,753  Income tax expense  11,988,597  Other comprehensive income  Items that may be reclassified subsequently to profit or loss  Fair value adjustment of available-for-sale investments  Other comprehensive income for the period, net of tax  12,497,798)  Total comprehensive income for the period  7,315,955  11,988,597  Total comprehensive income attributable to:  Owners of the Company Non-controlling interest  Owners of the Company Non-controlling interest  Owners of the Company Non-controlling interests  14,508,782  11,929,786  11,929,786  11,928,397  11,988,597	Listing expenses		(17,562)	(36,834)
### Profit before income tax	Other gains or losses	10	(6,287,865)	553,764
Income tax expense			14,508,782	11,929,786
Profit for the year         9,813,753         11,988,597           Other comprehensive income         Items that may be reclassified subsequently to profit or loss           Fair value adjustment of available-for-sale investments         4         (2,497,798)         -           Other comprehensive income for the period, net of tax         (2,497,798)         -           Total comprehensive income for the period         7,315,955         11,988,597           Profit attributable to:	Profit before income tax		13,096,738	13,228,334
Other comprehensive income  Items that may be reclassified subsequently to profit or loss  Fair value adjustment of available-for-sale investments 4 (2,497,798) -  Other comprehensive income for the period, net of tax (2,497,798) -  Total comprehensive income for the period 7,315,955 11,988,597  Profit attributable to: Owners of the Company 6,553,802 10,795,139 Non-controlling interest 3,259,951 1,193,458 9,813,753 11,988,597  Total comprehensive income attributable to: Owners of the Company 4,056,004 10,795,139 Non-controlling interests 3,259,951 1,193,458 7,315,955 11,988,597  Earnings per share	Income tax expense		(3,282,985)	(1,239,737)
Items that may be reclassified subsequently to profit or lossFair value adjustment of available-for-sale investments4(2,497,798)-Other comprehensive income for the period, net of tax(2,497,798)-Total comprehensive income for the period7,315,95511,988,597Profit attributable to: Owners of the Company Non-controlling interest6,553,80210,795,139Non-controlling interest3,259,9511,193,458Owners of the Company Non-controlling interests4,056,00410,795,139Non-controlling interests3,259,9511,193,4587,315,95511,988,597Earnings per share	Profit for the year		9,813,753	11,988,597
Fair value adjustment of available-for-sale investments 4 (2,497,798) -  Other comprehensive income for the period, net of tax (2,497,798) -  Total comprehensive income for the period 7,315,955 11,988,597  Profit attributable to: Owners of the Company 6,553,802 10,795,139 Non-controlling interest 3,259,951 1,193,458 9,813,753 11,988,597  Total comprehensive income attributable to: Owners of the Company 4,056,004 10,795,139 Non-controlling interests 3,259,951 1,193,458 7,315,955 11,988,597  Earnings per share	Other comprehensive income			
Other comprehensive income for the period, net of tax         (2,497,798)         -           Total comprehensive income for the period         7,315,955         11,988,597           Profit attributable to:	Items that may be reclassified subsequently to profit of	r loss		
tax         (2,497,798)         -           Total comprehensive income for the period         7,315,955         11,988,597           Profit attributable to:	Fair value adjustment of available-for-sale investments	4	(2,497,798)	
Profit attributable to:         Owners of the Company       6,553,802       10,795,139         Non-controlling interest       3,259,951       1,193,458         9,813,753       11,988,597     Total comprehensive income attributable to:  Owners of the Company Non-controlling interests  4,056,004 10,795,139 3,259,951 1,193,458 7,315,955 11,988,597  Earnings per share		of	(2,497,798)	
Owners of the Company Non-controlling interest       6,553,802 3,259,951 1,193,458 1,193,458 1,193,458 1,193,458 1,1988,597         Total comprehensive income attributable to:	Total comprehensive income for the period		7,315,955	11,988,597
Owners of the Company       4,056,004       10,795,139         Non-controlling interests       3,259,951       1,193,458         7,315,955       11,988,597 <b>Earnings per share</b>	Owners of the Company		3,259,951	1,193,458
Earnings per share	Owners of the Company		3,259,951	1,193,458

## FIST MYANMAR INVESTMENT CO.,LTD AND ITS SUBSIDARIES UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2018

← Attributable to owners of the Company →						
Share capital	Share premium	Reserves	Retained profits	Total	Non- controlling interests	Total Equity
MMK'000	MMK'000	MMK'000	MMK'000	MMK'000	MMK'000	MMK'000
25,825,076	67,936,978	32,938,132	92,802,889	219,503,075	88,221,605	307,724,680
· · ·	-		134,283	· · ·	-	-
		, , ,	•			
-	-	-	6,553,802	6,553,802	3,259,951	9,813,753
_	-	(2,497,798)	-		-	(2,497,798)
-	-	(2,497,798)	6,553,802	4,056,004	3,259,951	7,315,955
-	-	4,032,874	(5,982,275)	(1,949,401)	(1,872,954)	(3,822,355)
1,287,671	(1,287,671)	-	-	-	-	-
	-	-	(2,582,508)	(2,582,508)	-	(2,582,508)
1,287,671	(1,287,671)	-	(2,582,508)	(2,582,508)	-	(2,582,508)
27,112,747	66,649,307	34,338,925	90,926,191	219,027,170	89,608,602	308,635,772
23,480,013	70,282,041	19,628,186	86,420,185	199,810,425	81,318,953	281,129,378
-	-	-	10,795,139	10,795,139	1,193,458	11,988,597
-	-	-	10,795,139	10,795,139	1,193,458	11,988,597
-	-	(8,445)	-	(8,445)	(8,114)	(16,559)
2,345,063	(2,345,063)	-	-	-	-	-
		-	(2,348,001)	(2,348,001)		(2,348,001)
2,345,063	(2,345,063)	-	(2,348,001)	(2,348,001)	-	(2,348,001)
25,825,076	67,936,978	19,619,741	94,867,323	208,249,118	82,504,297	290,753,415
	capital MMK'000  25,825,076  1,287,671 1,287,671 27,112,747 23,480,013 2,345,063 2,345,063	Share capital         Share premium           MMK'000         MMK'000           25,825,076         67,936,978           -         -           -         -           -         -           -         -           -         -           1,287,671         (1,287,671)           27,112,747         66,649,307           23,480,013         70,282,041           -         -           2,345,063         (2,345,063)           2,345,063         (2,345,063)	Share capital         Share premium         Reserves           MMK'000         MMK'000         MMK'000           25,825,076         67,936,978         32,938,132 (134,283)           -         -         (2,497,798)           -         -         (2,497,798)           -         -         (2,497,798)           -         -         (2,497,798)           -         -         -           1,287,671         (1,287,671)         -           -         -         -           1,287,671         (1,287,671)         -           27,112,747         66,649,307         34,338,925           23,480,013         70,282,041         19,628,186           -         -         -           -         -         -           -         -         (8,445)	Share capital         Share premium         Reserves         Retained profits           MMK'000         MMK'000         MMK'000         MMK'000           25,825,076         67,936,978         32,938,132         92,802,889           -         -         (134,283)         134,283           -         -         -         6,553,802           -         -         (2,497,798)         -           -         -         (2,497,798)         6,553,802           -         -         -         (5,982,275)           1,287,671         (1,287,671)         -         -           -         -         -         (2,582,508)           1,287,671         (1,287,671)         -         -           -         -         -         (2,582,508)           27,112,747         66,649,307         34,338,925         90,926,191           23,480,013         70,282,041         19,628,186         86,420,185           -         -         -         10,795,139           -         -         -         10,795,139           -         -         -         (2,348,001)           2,345,063         (2,345,063)         -         -	Share capital         Share premium         Reserves         Retained profits         Total           MMK'000         MMK'000         MMK'000         MMK'000         MMK'000           25,825,076         67,936,978         32,938,132         92,802,889         219,503,075           -         -         (134,283)         134,283         -           -         -         -         6,553,802         6,553,802           -         -         (2,497,798)         6,553,802         4,056,004           -         -         (2,497,798)         6,553,802         4,056,004           -         -         -         (2,497,798)         6,553,802         4,056,004           -         -         -         (2,497,798)         6,553,802         4,056,004           -         -         -         (2,497,798)         6,553,802         4,056,004           -	Share capital         Share premium         Reserves         Retained profits         Total interests         Non-controlling interests           MMK'000         MMK'000         MMK'000         MMK'000         MMK'000         MMK'000         MMK'000           25,825,076         67,936,978         32,938,132         92,802,889         219,503,075         88,221,605           -         -         -         6,553,802         6,553,802         3,259,951           -         -         -         6,553,802         6,553,802         3,259,951           -         -         -         6,553,802         4,056,004         3,259,951           -         -         -         (2,497,798)         -         (2,497,798)         -           -         -         -         (2,497,798)         6,553,802         4,056,004         3,259,951           -         -         -         (2,497,798)         6,553,802         4,056,004         3,259,951           -         -         -         -         (5,982,275)         (1,949,401)         (1,872,954)           1,287,671         (1,287,671)         -         -         -         -         -           27,112,747         66,649,307         3

## FIRST MYANMAR INVESTMENT CO.,LTD AND ITS SUBSIDARIES CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018

	30-Sep-2018	30-Sep-2017
	<u>Unaudited</u>	<u>Unaudited</u>
Cash flows from operating activities	MMK'000	MMK'000
Profit before income tax	13,096,738	13,228,334
Adjustments for:		
Depreciation of property and equipment	3,779,210	3,208,303
Finance expense	2,616,151	1,498,948
Specific provision on non-performing loan	2,879,322	-
Adjustment of property and equipment	133	-
Property and equipment written-off	97,760	48,770
Amortisation of intangible assets	552,880	-
Depreciation of investment properties	15,625	-
Other non-current assets written off	755,053	-
Inventories written off	2,218	-
Adjustment for available-for-sale investments	-	(1,197)
Gain on disposal of property and equipment	(32,563)	895
Gain on disposal of available-for-sale investments	-	(119,686)
Adjustment to reserve for unclaimed deposits & doubtful debts	(3,822,355)	(16,559)
Share of profit of associates, net of tax	(14,508,782)	(11,929,786)
Unrealized forex loss on borrowings	5,064,634	-
Write-off of investment in subsidiaries	-	8,742
Operating cash flows before movement in working capital	10,496,024	5,926,764
Trade and other receivables	(19,714,200)	(9,550,749)
Loans and advances to customers, by the bank subsidiary	(177,221,993)	(92,019,197)
Inventories	(156,251)	(164,097)
Advances and prepayments	17,160,073	-
Trade and other payables	10,269,318	2,445,165
Deposits and balances from customers, by the bank subsidiary	281,178,629	127,221,552
AFP foreign currency deposit, by the bank subsidiary	2,945,790	3,159,712
Cash generated from operations	124,957,390	37,019,150
Income taxes paid	(3,194,550)	(1,351,188)
Net cash provided by operating activities	121,762,840	35,667,962
Investing activities		164 200
Proceeds from sale of available-for-sales investments	2 000 000	164,200
Dividends	3,000,000	4,800,000
Proceeds from sale of property, plant and equipment	102,500	6,189
Proceeds from advance payment for future business acquisition	(E 224 726)	3,100,000
Additions to intensible assets	(5,234,726)	(868,063)
Additions to intangible assets	(701,931)	(523,395)
Investment in associates  Additions to property, plant and equipment	(1,285,500)	- (0 624 672)
Investment in available-for-sales investments	(4,151,834)	(8,634,673)
Investment in available-iol-sales investments  Investment in government & other securities by the bank	(482,725)	(4,872,780)
subsidiary	(188,394,098)	(32,059,076)
Quasi-equity loans to associates	-	(8,771,600)
Net cash used in investing activities	(197,148,314)	(47,659,198)
=		<u>, , , , , , , , , , , , , , , , , , , </u>
Financing activities		
Dividends paid	(2,582,508)	(2,324,850)
Proceeds from loan	16,977,299	7,211,056
Interest paid	(2,616,151)	(1,485,677)
Repayment of borrowings	(1,194,000)	(7,491,000)
Net cash provided by (used in) financing activities	10,584,640	(4,090,471)
Mak dannara ta arab and all all all a	(64,000,004)	(16 001 707)
Net decrease in cash and cash equivalents	(64,800,834)	(16,081,707)
Cash and cash equivalents at beginning of financial year	286,955,946	203,244,224
Cash and cash equivalents at end of the period	222,155,112	187,162,517

### SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018

#### 1 BASIS OF PREPARATION

First Myanmar Investment Co., Ltd. and its subsidiaries (the "Group") prepares its condensed interim consolidated financial statements in accordance with Myanmar Financial Reporting Standard ("MFRS") 34, Interim Financial Reporting. The accounting policies and methods of computation adopted in the preparation of the interim consolidated financial statements are consistent with those adopted and disclosed in the Group's most recent annual consolidated financial statements for the financial year ended March 31, 2018. There have been no new/revised MFRSs and Interpretations of MFRS adopted by the Myanmar Accountancy Council in the six months ended September 30, 2018.

#### 2 CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In preparing these interim consolidated financial statements, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the most recent annual consolidated financial statements.

#### 3 LOANS AND ADVANCES TO CUSTOMERS, BY THE BANK SUBSIDIARY

	30-Sep-2018	31-Mar-2018
	MMK'000	MMK'000
Loans and advances	1,512,202,347	1,338,119,330
Trade financing	41,451,010	37,918,599
Loans and advances, gross	1,553,653,357	1,376,037,929
Less: Specific allowance	(12,961,192)	(9,688,435)
Loans and advances, net	1,540,692,165	1,366,349,494

A reconciliation of the specific allowance for impairment losses for the loans and advances, is as follows:

	30-Sep-2018	31-Mar-2018
	MMK'000	MMK'000
Balances at beginning of period/year	9,688,435	446,952
Charge for the period/year	2,879,322	2,647,582
Adjustment for restructured loan	163,933	-
Adjustment for foreign exchange difference	229,502	
Total allowance for impairment losses by collectability	12,961,192	3,094,534
Transferred from LIFT-AFP <sup>(1)</sup>	<del>-</del>	6,593,901
Balances at end of period/year	12,961,192	9,688,435

(1)In 2018, the Bank and the Fund has agreed to transfer AFP fund amounting to MMK 6,593,901,144 as part of the specific provision.

### SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018

The table below is an analysis of loans and advances as the end of the reporting period:

		, p
	30-Sep-2018	31-Mar-2018
	MMK'000	MMK'000
Neither past due nor impaired	1,456,633,285	1,313,783,198
Past due but not impaired (i)	84,058,880	52,566,296
	1,540,692,165	1,366,349,494
(i)Aging of receivables that are past due but not impaired	I	
Past due 0 to 3 months	52,017,677	17,803,694
Past due 3 to 6 months	14,780,470	15,075,314
Past due over 6 months	17,260,733	19,687,288
	84,058,880	52,566,296

#### 4 AVAILABLE FOR-SALES-INVESTMENTS

Details of the Group's available-for-sale investments as at September 30, 2018 are as follows:

	30-Sep-2018	31-Mar-2018
	MMK'000	MMK'000
Quoted equity shares, at fair value	9,090,219	11,588,018
Unquoted equity shares, at fair value	40,343,191	39,860,466
Total available-for-sale investments	49,433,410	51,448,484

The investments above include investments in quoted equity securities that offer the Group the opportunity for return through dividend income and fair value gains. They have no fixed maturity or coupon rate. The fair values of these securities are based on the quoted closing market prices on the last market day of the period.

The investments in unquoted equity investments primarily represent investments in companies that are in the early stages of development and the recoverability of these investment is uncertain and dependent on the outcome of these activities, which cannot presently be determined.

#### 5 INVESTMENT IN ASSOCIATES

The carrying amount of equity-accounted investments has changed as follows:

	30-Sep-2018	31-Mar-2018
	MMK'000	MMK'000
Beginning of the period	58,743,603	61,962,481
Additional investment	1,285,500	8,812,360
Share of post-acquisition results	14,510,204	11,772,477
Dividends received	(3,000,000)	(9,349,500)
Repayment of advances by associates	_	(14,454,215)
At end of the period	71,539,307	58,743,603

As at September 30, 2018, there are no changes in ownership interest and voting power held.

### SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018

#### **6 GOVERNMENT AND OTHER SECURITIES, BY THE BANK SUBSIDIARY**

	30-Sep-2018	31-Mar-2018
	MMK'000	MMK'000
Held-to-maturity investments	69,500,000	140,500,000
Available-for-sale investments	382,364,703	122,970,605
Total	451,864,703	263,470,605

#### 7 NON-DERIVATIVE FINANCIAL LIABILITES

As at September 30, 2018, the contractual maturities of the Group's non-derivative financial liabilities were as follows:

	Less than 1	Between 2	More than 5	
Group	year	and 5 years	years	Total
	MMK'000	MMK'000	MMK'000	MMK'000
2019 Trade and other payables	134,684,178	_	_	134,684,178
Deposits and balances from customers, by the bank	. ,			
subsidiary Fund restricted for LIFT-AFP,	2,092,718,825	-	-	2,092,718,825
by the bank subsidiary	-	5,267,270	-	5,267,270
Borrowings	6,676,952	57,490,044		64,166,996
	2,234,079,955	62,757,314	-	2,296,837,269
2018				
Trade and other payables Deposits and balances from customers, by the bank	124,414,860	-	-	124,414,860
subsidiary Fund restricted for LIFT-AFP,	1,811,540,196	-	-	1,811,540,196
by the bank subsidiary	-	2,321,480	-	2,321,480
Borrowings	10,997,900	29,604,638	2,716,525	43,319,063
	1,946,952,956	31,926,118	2,716,525	1,981,595,599

#### 8 SHARE CAPITAL AND SHARE PREMIUM

	<u>Group</u>				
	Share capital			Share premium	
	<b>30-Sep-18</b> 31-Mar-18 <b>30-Sep-18</b> 31-Mar-18		31-Mar-18	30-Sep-18	31-Mar-18
	Number of ordinary	MMK'000	MMK'000	MMK'000	MMK'000
At the beginning of year	25,825,076 23,480,013	25,825,076	23,480,013	67,936,978	70,282,041
Bonus shares issued	1,287,671 2,345,063	1,287,671	2,345,063	(1,287,671)	(2,345,063)
At the end of the period	27,112,747 25,825,076	27,112,747	25,825,076	66,649,307	67,936,978

Share premium represents the excess amount of capital injection received by the Group over the cost of the ordinary shares.

### SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018

#### 9 ADMINISTRATIVE EXPENSES

	30-Sep-2018	30-Sep-2017
	MMK'000	MMK'000
Employee benefit expenses	20,270,994	15,105,641
Professional fees	5,307,882	2,179,742
Depreciation and amortisation	4,347,715	3,208,303
Office rental expenses	2,979,925	2,586,112
Specific provision on non-performing loan	2,879,322	452,677
Marketing and promotion	1,483,089	453,458
Others	6,310,645	5,575,912
	43,579,572	29,561,845

Others include office supplies, renovation and maintenance expenses, travelling and related cost, utilities and director's remuneration.

#### 10 OTHER GAINS OR LOSSES

	30-Sep-2018	30-Sep-2017
	MMK'000	MMK'000
Gain (Loss) on foreign currency exchange, net	(5,346,371)	492,485
Write off unsuccessful business development	(755,053)	-
Capital gains tax	(121,244)	-
Property and equipment written off	(97,760)	(48,770)
Gain on disposal of property and equipment	32,563	(895)
Gain on disposal of available-for-sale investments	-	119,686
Investment in subsidiaries written off		(8,742)
	(6,287,865)	553,764

#### 11 DIVIDENDS

	30-Sep-18	30-Sep-17
	MMK'000	MMK'000
Ordinary dividends paid:		
Cash dividends of MMK 100 per share		
paid during the half-year	2,582,508	2,348,001

#### 12 BASIC EARNINGS PER SHARE

The earnings and weighted average number of ordinary shares used in the calculation of basic per share are as follow:

	30-Sep-2018	30-Sep-2017
Earnings		
Net profit, including non-operating income,		
attributable to equity holders of the Company (MMK'000)	6,553,802	10,795,139
Weighted average number of ordinary shares outstanding		
for basic earnings per share ('000)	26,633	24,066
Basic earnings per share (MMK per share)	246	449

### SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018

#### 13 SEGMENT INFORMATION

Management determines operating segments based on the reports reviewed by the key management team that are used to make strategic decisions. The key management team comprises of the Executive Chairman, the Chief Executive Officer, the Chief Financial Officer and the heads of each business who directly report to the Executive Chairman on their respective entity's business.

The Group's reportable segments under MFRS 8 are as follows:

- i) The real estate services segment is in the business of property development, sale of development properties, providing project management, design and estate management services as well as property leasing.
- ii) The financial services segment is in the business of carrying out banking business, including domestic remittance business and financial services.
- iii) The healthcare services segment is in the business of owning and operating hospitals, clinics and the provision of healthcare related services.
- iv) The investment holding segment is in the business of investing in associates and joint venture.

### SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018

The Group's reportable segments operate in Myanmar.

The segment information provided to the key management team for the reportable segments are as follows:

as follows:	Real estate services	Financial services	Healthcare services	Investment holding	Total
September 30, 2018	MMK'000	MMK'000	MMK'000	MMK'000	MMK'000
Revenue	-	120,023,715	10,390,986	3,122,184	133,536,885
Elimination of inter-segment revenue	<u>-</u>	120,023,715	(3,002,816) 7,388,170	3,122,184	(3,002,816) 130,534,069
Cost of sales		(73,298,886)	(6,127,079)	-	(79,425,965)
Gross profit	-	46,724,829	1,261,091	3,122,184	51,108,104
Administrative expenses	-	(34,768,077)	(6,365,098)	(2,446,397)	(43,579,572)
Finance expenses	-	-	(526,027)	(2,109,122)	(2,635,149)
Listing expenses	-	-	-	(17,562)	(17,562)
Other gains or losses	-	985,858 (33,782,219)	(1,069,200) (7,960,325)	(6,204,523) (10,777,604)	(6,287,865) (52,520,148)
Share of profit of associates, net of tax	14,711,539		_	(202,757)	14,508,782
Profit (loss) before income tax	14,711,539	12,942,610	(6,699,234)	(7,858,177)	13,096,738
Income tax expense		(3,226,745)	-	(56,240)	(3,282,985)
Profit (loss) for the period	14,711,539	9,715,865	(6,699,234)	(7,914,417)	9,813,753
	Real estate services MMK'000	Financial services MMK'000	Healthcare services MMK'000	Investment holding MMK'000	Total MMK'000
September 30, 2018	Pil-lik 000	M-110 000	MINK 000	14111C 000	MMC 000
Segment assets		2,308,598,272	50,319,906	253,275,563	2,612,193,741
Segment assets include: Additions to: Property, plant and equipment	-	3,473,293	676,995	1,545	4,151,833
Intangible assets		217,738	484,193	-	701,931
Segment liabilities	-	2,191,711,915	22,381,217	89,464,837	2,303,557,969

### SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018

	Real estate services	Financial services	Healthcare services	Investment holding	Total
	MMK'000	MMK'000	MMK'000	MMK'000	MMK'000
September 30, 2017					
Revenue Elimination of inter-segment	-	86,505,144	9,106,632 (52,822)	198,008	95,809,784 (52,822)
-	-	86,505,144	9,053,810	198,008	95,756,962
Cost of sales		(58,658,547)	(5,238,323)	-	(63,896,870)
Gross profit	-	27,846,597	3,815,487	198,008	31,860,092
Administrative expenses	-	(23,292,711)	(5,084,989)	(1,184,145)	(29,561,845)
Finance expenses	-	-	(186,246)	(1,330,383)	(1,516,629)
Listing expenses	-	-	-	(36,834)	(36,834)
Other gains or losses	-	403,427	(115,139)	265,476	553,764
Share of profit of associates and jointly controlled entity-net		(22,889,284)	(5,386,374)	(2,285,886) 6,014,364	(30,561,544)
Profit (Loss) before tax	5,915,422	4,957,313	(1,570,887)	3,926,486	13,228,334
Income tax expense	-	(1,239,328)	-	(409)	(1,239,737)
Profit (loss) for the period	5,915,422	3,717,985	(1,570,887)	3,926,077	11,988,597
March 31, 2018					
Segment assets		2,004,708,112	45,973,966	242,132,156	2,292,814,234
Segment assets include: Additions to:					
Property, plant and equipment	-	6,770,554	6,737,310	20,896	13,528,760
Intangible assets	-	1,509,477	-	-	1,509,477
Segment liabilities		1,899,362,391	16,819,273	68,907,890	1,985,089,554

#### **SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS** FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018

#### (a) Reconciliation

(i)	Segment profit before income tax	30-Sep-2018 MMK'000	30-Sep-2017 MMK'000
	Segment gross profit Administrative expenses Finance expenses Listing expenses Other gains or losses Share of profit of associates and jointly controlled,	51,108,104 (43,579,572) (2,635,149) (17,562) (6,287,865)	31,860,092 (29,561,845) (1,516,629) (36,834) 553,764
	net of tax	14,508,782 13,096,738	11,929,786 13,228,334
(ii)	Segment assets		

The amounts provided to management with respect to total assets are measured in a

	manner consistent with that of the consolidated financial statements.				
		30-Sep-2018	31-Mar-2018		
		MMK'000	MMK'000		
	Segment assets for reportable segments	2,358,918,178	2,050,682,078		
	Investment holding segment assets	253,275,563	242,132,156		
		2,612,193,741	2,292,814,234		
(iii)	Segment liabilities				
()		30-Sep-2018	31-Mar-2018		
		MMK'000	MMK'000		
	Segment liabilities for reportable segments Investment holding segment liabilities	2,214,093,132 89,464,837	1,916,181,664 68,907,890		
		2,303,557,969	1,985,089,554		
Reven	ue from major products and services				
		30-Sep-2018	30-Sep-2017		
		MMK'000	MMK'000		

#### (b)

	30-Sep-2018	30-Sep-2017
	MMK'000	MMK'000
Financial services	120,023,715	86,505,144
Healthcare services	7,388,170	9,053,810
Investment holding	3,122,184	198,008
	130,534,069	95,756,962
	·	

### SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018

#### 14 RELATED PARTY TRANSACTIONS

	30-Sep-2018	30-Sep-2017
	MMK'000	MMK'000
With associates:		
Rental expenses	(28,350)	(67,753)
Other expenses	(8,215)	(5,328)
With entities related by common controlling shareholders:		
Rental (expense) income	(129,789)	19,907
Other expenses <sup>1</sup>	(401,450)	(333,847)

<sup>&</sup>lt;sup>1</sup> Other expenses relate to net expenditures on inter- group operating activities.

During the six month period ended September 30, 2018 and 2017, Directors' remuneration amounted to MMK 70,500,060 and MMK 338,799,031, respectively.

#### 15 EVENTS AFTER THE REPORTING PERIOD

On October 1, 2018, the Group announced that its subsidiaries, Pun Hlaing International Hospital Limited ("PHIH") and Yoma Siloam Hospital Pun Hlaing Limited ("YSHPH") entered into an agreement to acquire a 70% interest in the existing SEIN Hospital which is 100-bed capacity in Taunggyi for the total consideration of USD 4,900,000. After completion of the acquisition, a new joint venture company will be established for the operation and management of SEIN Hospital with YSHPH holding 70% and individual shareholder, Dr Tun Aye holding 30% interest. The acquisition of SEIN Hospital was completed on September 28, 2018 but control was obtained effective October 1, 2018.

On October 29, 2018, the Group announced that Memories Group, its portfolio investment, successfully completed the acquisitions of 100% fully paid up capital in SM Asset Holdings Pte Ltd and 20% in Mokan (S) Pte Ltd. Upon completion of the acquisition, the Company's shareholding in Memories Group is diluted from 11.81% to 8.36% due to the issue of new ordinary shares to the vendors. As at September 30, 2018, the Company's cost of investment in Memories Group was MMK 11,986 million.