

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
Sep 30, 2016
2. SEC Identification Number
AS093-009289
3. BIR Tax Identification No.
003-457-827
4. Exact name of issuer as specified in its charter
Premium Leisure Corp.
5. Province, country or other jurisdiction of incorporation or organization
Philippines
6. Industry Classification Code(SEC Use Only)
7. Address of principal office
5/F Tower A Two E-Com Center, Palm Coast Avenue, Mall of Asia Complex, Pasay City
Postal Code
1300
8. Issuer's telephone number, including area code
02-6628888
9. Former name or former address, and former fiscal year, if changed since last report
n.a
10. Securities registered pursuant to Sections 8 and 12 of the SRC or Sections 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding and Amount of Debt Outstanding
Common Stock, Php0.25 par value	31,627,310,000

11. Are any or all of registrant's securities listed on a Stock Exchange?
Yes No
If yes, state the name of such stock exchange and the classes of securities listed therein:
The Philippine Stock Exchange, Inc.
12. Indicate by check mark whether the registrant:

(a) has filed all reports required to be filed by Section 17 of the SRC 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 twelve (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 ninety (90) days

Yes No

The Exchange does not warrant and holds no responsibility for the veracity of the facts and representations contained in all corporate disclosures, including financial reports. All data contained herein are prepared and submitted by the disclosing party to the Exchange, and are disseminated solely for purposes of information. Any questions on the data contained herein should be addressed directly to the Corporate Information Officer of the disclosing party.



Premium Leisure Corp. PLC

PSE Disclosure Form 17-2 - Quarterly Report *References: SRC Rule 17 and Sections 17.2 and 17.8 of the Revised Disclosure Rules*

For the period ended	Sep 30, 2016
Currency (indicate units, if applicable)	Philippine Peso PHP

Balance Sheet

	Period Ended	Fiscal Year Ended (Audited)
	Sep 30, 2016	Dec 31, 2015
Current Assets	3,675,904,791	3,147,208,828
Total Assets	16,591,400,690	16,441,997,803
Current Liabilities	646,331,249	440,574,337
Total Liabilities	731,310,457	552,739,878
Retained Earnings/(Deficit)	392,068,589	440,361,436
Stockholders' Equity	15,860,090,233	15,889,257,925
Stockholders' Equity - Parent	14,995,380,450	15,042,176,416
Book Value per Share	0.5	0.5

Income Statement

	Current Year (3 Months)	Previous Year (3 Months)	Current Year-To-Date	Previous Year-To-Date
Operating Revenue	901,203,647	475,038,832	2,493,865,830	835,725,770
Other Revenue	0	27,009,851	59,622,830	90,884,972
Gross Revenue	901,203,647	502,048,683	2,553,488,660	926,610,742
Operating Expense	519,558,340	371,345,498	1,527,541,275	713,767,190
Other Expense	229,299	0	229,299	0
Gross Expense	519,787,639	371,345,498	1,527,770,574	713,767,190
Net Income/(Loss) Before Tax	381,416,008	130,703,185	1,025,718,086	212,843,552
Income Tax Expense	55,388,086	55,223,740	238,572,982	113,452,180
Net Income/(Loss) After Tax	326,027,922	75,479,445	787,145,104	99,391,371
Net Income Attributable to Parent Equity Holder	271,674,807	55,905,962	624,737,217	79,817,889
Earnings/(Loss) Per Share (Basic)	0.01	0	0.02	0
Earnings/(Loss) Per Share (Diluted)	0.01	0	0.02	0

Other Relevant Information

n.a.

Filed on behalf by:

Name	Elizabeth Tan
Designation	Manager-Governance & Corp. Affairs/Investor Relations



111142016001878



SECURITIES AND EXCHANGE COMMISSION

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Company Type Stock Corporation

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S.E.C. Registration Number

P R E M I U M L E I S U R E C O R P A N D S U B S I -
 D I A R I E S

(Company's Full Name)

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 C e n t e r , P a l m C o a s t A v e n u e , M a i l
 o f A s i a C o m p l e x , C B P - 1 A , P a s a y
 C i t y

(Business Address: No. Street City / Town / Province)

JACKSON T. ONGSIP

Contact Person

(632) 662-8888

Company Telephone Number

1 2

Month

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Day

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FORM TYPE

Month

Day

Annual Meeting

Secondary License Type, If Applicable

Dept. Requiring this Doc.

Amended Articles Number/Section

379

Total No. of Stockholders

Total Amount of Borrowings

Domestic

Foreign

To be Accomplished by SEC Personnel concerned

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**SECURITIES AND EXCHANGE COMMISSION
SEC FORM 17-Q**

**QUARTERLY REPORT PURSUANT TO SECTION 17 OF THE SECURITIES
REGULATION CODE**

1. For quarterly period ended **September 30, 2016**
2. SEC Identification Number AS093-009289
3. BIR Tax Identification No. 003-457-827
4. Exact name of registrant as specified in its charter:

PREMIUM LEISURE CORP (formerly SINOPHIL CORPORATION)

5. Province, Country or other jurisdiction of incorporation/organization: Philippines
6. (SEC Use Only)
7. Address of Principal Office:
5th Floor, Tower A, Two E-Com Center, Palm Coast Avenue,
Mall of Asia Complex, CBP-1A, Pasay City
8. Registrant's telephone number, including area code: (632) 662-8888
9. Former name, former address, and former fiscal year, if changed since last report.
Not applicable
10. Securities registered pursuant to Sections 4 and 8 of the SRC

Title of Each Class	Number of Shares of Common Stock Outstanding
Common Stock, ₱0.25 ¹ par value	31,627,310,000

Subscriptions receivable on the 31,627,310,000 outstanding shares were fully paid during the year.

11. Are any or all of these securities listed on the Philippine Stock Exchange (PSE).
Yes No

Out of a total of 31,627,310,000 outstanding shares, 31,627,309,995 shares are listed on the PSE. With the exception of shares initially offered to the public in August 1995, only fully paid shares were allowed to be listed in the PSE under PSE Circular No. 562 dated November 27, 1995.

12. Check whether the issuer:
 - a) has filed all reports required to be filed by Section 17 of the Securities Regulation Code and under Section 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

¹New par value of ₱0.25 was approved by the Securities and Exchange Commission on May 29, 2014.

PART 1- FINANCIAL INFORMATION

Item 1. Financial Statements

The following unaudited financial statements are submitted as part of this report:

- Consolidated Statements of Financial Position as of September 30, 2016 and December 31, 2015;
- Consolidated Statements of Comprehensive Income for the Six Months ended September 30, 2016 and September 30, 2015;
- Consolidated Statements of Changes in Equity for the Six Months ended September 30, 2016 and September 30, 2015;
- Consolidated Statements of Cash Flows for the Six Months ended September 30, 2016 and September 30, 2015.

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

	Nine Months Ended September 30		Horizontal Analysis		Vertical Analysis	
	2016 (Unaudited)	2015 (Unaudited)	2016 Amount	2015 %	2016 Amount	2015 %
INCOME						
Gaming share revenue	P 1,107,763,923	P 554,281,293	553,482,630	100%	44%	66%
Equipment lease rentals	1,151,330,612	244,856,695	906,473,917	370%	46%	29%
Commission and distribution income	234,771,295	36,587,782	198,183,513	542%	9%	4%
	2,493,865,830	835,725,770	1,658,140,060	198%	100%	100%
COST AND EXPENSES						
Software and license fees	104,772,613	24,038,212	80,734,401	336%	4%	3%
Service and consultancy fees	291,251,432	56,429,467	234,821,965	416%	12%	7%
Online lottery expenses	222,083,084	50,794,635	171,288,449	337%	9%	6%
Repairs, maintenance and communication	68,728,732	15,137,220	53,591,512	354%	3%	2%
General and administrative expenses	451,979,979	135,304,963	316,675,016	234%	18%	16%
Amortization of intangible	265,151,315	417,362,560	(152,211,245)	-36%	11%	50%
Depreciation expense	123,574,121	14,700,133	108,873,988	741%	5%	2%
	1,527,541,276	713,767,190	813,774,086	114%	61%	85%
OTHER INCOME (EXPENSES)						
Equity share in net earnings of an associate	-	36,631,873	(36,631,873.37)	-100%	0%	4%
Interest income	31,187,865	29,684,930	1,502,934	5%	1%	4%
Dividend Income	24,089,863	38,856,930	(14,767,068)	-38%	1%	5%
Other income (charges)	4,115,804	(14,288,762)	18,404,566	-129%	0%	-2%
	59,393,531	90,884,972	(31,491,441)	-35%	2%	11%
NET INCOME BEFORE INCOME TAX	1,025,718,085	212,843,552	812,874,533	382%	41%	25%
PROVISION FOR INCOME TAX	238,572,982	113,452,180	125,120,802	110%	10%	14%
NET INCOME	787,145,103	99,391,372	687,753,731	692%	32%	12%
Net income attributable to Parent	624,737,218	79,817,889	544,919,329	683%	25%	10%
Net income attributable to Minority interest	162,407,885	19,573,483	142,834,403	730%	7%	2%
EBITDA	1,355,049,991	554,021,274	801,028,717	145%	54%	66%

Premium Leisure Corp ("PLC" or the "Company") breached the Php2B mark in terms of revenues, realizing Php2,493.9 million for the period ending September 30, 2016. Revenues are up by almost 200% from the same

period last year, contributing an additional P1,658.1 million as of September 30, 2016. This increase is mainly brought about by:

- a.) Gaming revenue share from the City of Dreams Manila doubled from Php553.4 million to Php1,107.8 million as of September 30, 2016. This ramp up in operations is partly due to the efforts put in by the integrated resort to enhance efficiencies and improve its customer focus.
- b.) Consolidation of Pacific Online Systems Corporation (POSC) for the period ended September 30, 2016 contributed additional revenues amounting to Php1,104.7 million from equipment lease rentals, commission income and the distribution of instant scratch tickets. PLC acquired controlling interest in POSC on August 5, 2015.

Correspondingly, costs and expenses have increased by 114% which is mainly attributable to the consolidation of POSC and additional costs as a result of the increase in gaming revenue share.

The remarkable nine months' performance translates to the Company recognizing operating EBITDA (Earnings before Interest, Taxes, Depreciation and Amortization) of Php1,355.0 million for the period, up by 145% from 2015 operating EBITDA of Php554.0 million.

Consequently, net income as of the third quarter of 2016 is up by 692% at Php787.1 million coming from Php99.4 million for the same period in 2015. Revenues have increased greatly, costs and expenses as a percentage to total revenues have decreased from 85% as of September 30, 2015 to 61% as of the September 30, 2016, an indication of growth and continuous operational efficiency in the Company.

	Nine Months Ended September 30		Horizontal Analysis		Vertical Analysis	
	2016 (Unaudited)	2015 (Unaudited)	2016 Amount	2015 %	2016 Amount	2015 %
NET INCOME	787,145,103	99,391,372	687,753,731	692%	32%	12%
OTHER COMPREHENSIVE INCOME (LOSS)						
Unrealized gains (loss) arising from changes in market value of available for sale investments during the year	17,159,740	(247,099,862)	264,259,602	-107%	1%	-30%
Remeasurement gain on DBL	1,004,556	-	1,004,556	100%	0%	0%
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	P 805,309,400	P (147,708,490)	P 953,017,889	-645%	32%	-18%
Total Comprehensive income attr to Parent	637,479,802	(135,773,886)	773,253,688	-570%	26%	-16%
Total Comprehensive income attr to Minority	167,829,598	(11,934,604)	179,764,202	-1506%	7%	-1%
Total	805,309,400	(147,708,490)	953,017,890	-645%	32%	-18%

Comprehensive income pertains to the unrealized gains (losses) arising from changes in market value of available for sale investments during the year. PLC recognized comprehensive gain on its Available for Sale investments amounting to Php17.2 million for the nine months ended September 30, 2016 as a result of recovery of share prices of its AFS investments. It also recognized a gain on re-measurement of defined benefits obligation of Php1 million. As such, PLC recognized a total comprehensive income amounting to P805.3 million for the third quarter ending September 30, 2016.

Aside from what has been mentioned in the foregoing, there were no significant elements that arose from continuing operations, nor were there any seasonal events that had a material effect on the results of operations of PLC during the nine months ended September 30, 2016.

	September 30, 2016	December 31, 2015	Horizontal Analysis		Vertical Analysis	
	(Unaudited)	(Audited)	Increase (Decrease)		2016	2015
			Amount	%	%	%
ASSETS						
Current Assets						
Cash	P 530,511,052	P 1,187,556,503	(657,045,451)	-55%	3%	7%
Cash equivalents	1,080,177,318	-	1,080,177,318	100%	7%	-
Investment held for trading	191,315,199	226,746,690	(35,431,492)	-16%	1%	1%
Trade and other receivables	572,683,659	509,585,194	63,098,464	12%	3%	3%
Notes receivable	805,925,000	805,925,000	-	0%	5%	5%
Other assets	209,782,112	131,884,988	77,897,124	59%	1%	1%
	3,390,394,339	2,861,698,376	528,695,963	18%		17%
Non-current asset held for sale	285,510,452	285,510,452	-	0%	2%	2%
Total Current Assets	3,675,904,791	3,147,208,828	528,695,963	17%	22%	19%
Noncurrent Assets						
Intangible asset	9,966,162,576	10,231,313,891	(265,151,315)	-3%	60%	62%
Available-for-Sale investments	612,339,903	586,543,893	25,796,010	4%	4%	4%
Property and equipment	422,416,201	544,628,438	(122,212,237)	-22%	3%	3%
Goodwill	1,828,577,952	1,828,577,952	-	0%	11%	11%
Other non-current assets	85,999,267	103,724,801	(17,725,534)	-17%	1%	1%
	12,915,495,899	13,294,788,975	(379,293,076)	-3%	78%	81%
Total Assets	P 16,591,400,690	P 16,441,997,803	149,402,887	1%	100%	100%
LIABILITIES AND EQUITY						
Current Liabilities						
Trade payables and other current liabilities	P 566,870,482	P 365,772,706	201,097,776	55%	3%	2%
Current portion of obligations under finance lease	3,779,792	25,201,309	(21,421,517)	-85%	0%	0%
Income tax payable	75,680,975	49,600,322	26,080,654	53%	0%	0%
	646,331,249	440,574,337	205,756,912	47%	4%	2%
Noncurrent Liability						
Obligation under finance lease	71,872,859	93,527,275	(21,654,416)	-23%	0%	1%
Pension liability	13,106,349	18,638,266	(5,531,917)	-30%	0%	0%
	84,979,208	112,165,541	(27,186,333)	-24%	1%	1%
Total Liabilities	P 731,310,457	P 552,739,878	178,570,578	32%	4%	3%
Equity						
Capital Stock	7,906,827,500	7,906,827,500	-	0%	48%	49%
Additional paid-in capital	7,238,721,924	7,238,721,924	0	0%	44%	44%
Subscription receivable	0	0	-	0%	0%	0%
Cost of parent shares held by a subsidiary	(438,877,905)	(422,210,490)	(16,667,415)	-4%	-3%	-3%
Other reserves	(103,359,657)	(121,523,954)	18,164,297	15%	-1%	-1%
Retained earnings (deficit)	392,068,589	440,361,436	(48,292,847)	-11%	2%	3%
	14,995,380,450	15,042,176,416	(46,795,965)	0%	90%	92%
Non-controlling interest	864,709,783	847,081,509	17,628,274	2%	5%	5%
Total Equity	15,860,090,233	15,889,257,925	(29,167,691)	0%	96%	97%
Total Liabilities and Equity	P 16,591,400,690	P 16,441,997,803	149,402,887	1%	100%	100%

As of September 30, 2016, PLC's total assets amounted to Php16,591.4 million, higher by Php149.4 million, or 1% versus total assets as at December 31, 2015. Key movements in balance sheet items are as follows:

Cash and cash equivalents

Cash and cash equivalents include cash in bank and short-term investments or cash equivalents of the Company.

The 36% increase (Php423.1 million) in cash and cash equivalents pertains to the collections of higher gaming share for 2016, the receipt of cash dividends from the Company's available for sale investments, interest received

from banks, short-term investments and loans receivable, offset by the payment of dividends to shareholders in February 2016 and the payments of expenses and fees.

Investments held for trading

Investments held for trading decreased by 16% mainly due to sale of investments for the year as well as mark-to-market gains and losses due to changes in share prices.

Trade and other receivables

Trade and other receivables includes trade receivables from PCSO for POSC's equipment rentals and receivables from Melco for City of Dreams Manila's gaming share revenue. The Company recorded net increase in trade and other receivables by ₱63.0 million (12%).

Intangible Asset

The Company's intangible asset pertains to the PAGCOR gaming license obtained by PLC through its subsidiary, PremiumLeisure and Amusement, Inc. (PLAI). As part of the Company's practice of regular and continuous review of existing contracts, the Company implemented an initiative to change its amortization policy to align the life of the license with the PAGCOR charter, which is renewable for another 25 years upon its expiration in 2033. The extension of the life of the gaming license lowers the amortization expense of the Company by Php28.8M monthly effective April 2016.

The decrease in the intangible asset account is brought about by the amortization of the license.

Property and equipment

Property and equipment (PPE) of the Company pertains to online lottery equipment, leasehold improvements, office and transportation equipment. There is an overall decrease of Php122.2 million in the account compared to balances at December 31, 2015 due to recognized depreciation that was tempered by additions in PPE for the period.

Goodwill

Goodwill pertains to the goodwill recognized upon acquisition of controlling interest in POSC through the pooling method in 2015.

Total Liabilities

PLCs total liabilities increased by ₱178.6 million or 32% as at September 30, 2016 from total liabilities of ₱552.7 million as at December 31, 2015. The increase is due mostly to the increase in trade and other payables related to POSC's operations as well as increased service fees related to the increase in gaming share revenue from City of Dreams Manila.

Equity

Stockholders' equity decreased by ₱29.2 million as of September 30, 2016 from ₱15,889.3 million as of December 31, 2015. The decrease was due mainly to the declaration and payment of dividends during the period worth Php680 million. This decrease was tempered by the net income earned for the nine months in the year and recovery of share prices of the Company's available for sale investments under other reserves. Minority interest is at Php864.7 million as at September 30, 2016.

Below are the comparative key performance indicators of the Company and its subsidiaries:

	Manner by which the Company calculates the key performance indicators	Sept 30, 2016 (unaudited)	Sept 30, 2015 (unaudited)	Dec 31, 2015 (audited)
Current ratio	Current assets over current liabilities	5.69	6.87	7.14
Return on assets	Annualized net income or (loss) over average total assets during the period	6.4%	1.8%	1.4%
Return on equity	Annualized net income or (loss) over average stockholders' equity during the period	6.6%	1.8%	1.4%
Asset-to-equity ratio	Total assets over total equity	1.05	1.04	1.03
Debt to equity ratio	Total debt over total equity	Not applicable	Not applicable	Not applicable
Interest rate coverage ratio	Earnings before interest and taxes over interest expense	Not applicable	Not applicable	Not applicable

The Company does not foresee any liquidity problems over the next twelve (12) months. The changes in the key performance indicators of the Company are mostly due to the following:

- a) City of Dreams Manila gaming revenue share increased for the nine months ended September 30, 2016 versus the same period in 2015. This in turn generated higher returns on assets and on equity for the Company.
- b) Current ratio decreased compared with that of the same period in 2015 as well compared with amounts on December 31, 2015 due to the increase in accrued expenses and payables in relation to the increase in revenues for the nine months ended September 30, 2016.
- c) There is no significant change on the asset to equity ratio of the Company.

As of September 30, 2016, except for what has been noted in the preceding, there were no material events or uncertainties known to management that had a material impact on past performance, or that would have a material impact on the future operations, in respect of the following:

- Known trends, demands, commitments, events or uncertainties that would have a material impact on the Company;
- Material commitments for capital expenditures that are reasonably expected to have a material impact on the Company's short-term or long-term liquidity;
- Known trends, events or uncertainties that have had or that are reasonably expected to have a material favorable or unfavorable impact on net sales/revenues/income from continuing operations;
- Significant elements of income or loss that did not arise from the Company's continuing operations;
- Seasonal aspects that had a material impact on the Company's results of operations; and
- Material changes in the financial statements of the Company for the periods ended September 30, 2016 and December 31, 2015, except those mentioned in the preceding.

PART II - OTHER INFORMATION

Financial Risk Management

The Company's principal financial instruments comprise cash and cash equivalents, AFS investments and obligations under finance lease. The main purpose of these financial instruments is to help finance the Company's operations as well as to raise funding for the Company's capital expenditures. The Company has other financial assets and liabilities such as marketable securities, receivables and accrued expenses and other current liabilities, which arise directly from its operations. The main risks arising from the Company's financial instruments are credit risk, liquidity risk, foreign currency risk and equity price risk.

The Board of Directors reviews and approves the policies for managing credit, liquidity, and foreign currency and equity price risks as summarized below:

Credit risk. Credit risk arises from the Company's financial assets which are composed of cash, receivables and AFS investments. It is the Company's policy that all credit terms are subject to credit verification and/or approval procedures. The Company's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these instruments.

The Company's credit risk is primarily with Philippine Charity Sweepstakes Office (PCSO) through its subsidiary, POSC. Because of POSC's relatively concentrated credit risk with PCSO, it is part of the Company's policy to ensure that Equipment Lease Agreement (ELA) with PCSO is complied with and payment terms are met. Other main contributors to the Company's credit risk is Belle, a major stockholder, of which outstanding balance covers around 58.5% and 61.3% of the Company's total notes and other receivables as at September 30, 2016 and December 31, 2015, respectively. MCE Leisure Philippines Corporation (MCE), from whom the gaming revenue share is collected, is also a major contributor to the Company's receivables. As such, the Company ensures that terms and conditions with the agreements with both Belle and MCE are complied with.

With respect to other receivables, the Company manages credit risk by transacting only with recognized and credit-worthy third parties and selected PCSO provincial district offices on their sale of instant scratch tickets. It is the Company's policy that the BOD needs to approve major transactions with third parties. Receivables are monitored on an ongoing basis with the objective that the Company's exposure to bad debts remains insignificant.

Liquidity risk. Liquidity risk arises from the possibility that the Company may encounter difficulties in meeting obligations associated with its accrued expenses and other current liabilities due to shortage of funds.

To limit this risk, the Company closely monitors its cash flows and ensures that credit facilities are available to meet obligations as they fall due. The Company's accrued expenses and other current liabilities are payable on demand. The Company uses internally-generated funds to cover financing requirements, and it maintains sufficient cash to finance its operations. Any excess cash is invested in short-term money market placements. These placements are maintained to meet any requirements for additional funds, maturing obligations and cash dividends.

Foreign Currency risk. The Company, through POSC, has transactional currency exposures. These arise from cash and cash equivalents and payables to certain suppliers which are denominated in US dollars. Financial instruments denominated in foreign currency include cash and cash equivalents and consultancy, software and license fees payable. US dollar account is maintained to match foreign currency requirements.

Equity price risk. Equity price risk is the risk that the fair value of quoted marketable securities and AFS financial assets will fluctuate as a result of changes in the value of individual stock. The Company's exposure to equity price risk relates primarily to its quoted marketable securities. The Company monitors equity investments based on market expectations. Material investments within the portfolio are managed on an individual basis, and all purchases and disposals are approved by the BOD.

Fair Value of Financial Instruments

Set out below is a comparison by category of carrying values and fair values of all the Company's financial instruments.

	September 30, 2016		December 31, 2015	
	Carrying value	Fair value	Carrying value	Fair value
Loans and Receivables				
Cash and cash equivalents	1,610,688,369	1,610,688,369	1,187,556,503	1,187,556,503
Investment held for trading	191,315,199	191,315,199	226,746,690	226,746,690
Notes receivable	805,925,000	805,925,000	805,925,000	805,925,000
Trade and other receivables:				
Trade receivables	560,004,999	560,004,999	409,491,938	409,491,938
Nontrade and others	2,623,047	2,623,047	93,112,141	93,112,141
Advances to related parties	10,055,613	10,055,613	6,981,116	6,981,116
	3,180,612,227	3,180,612,227	2,729,813,388	2,729,813,388
AFS Investment				
Quoted shares	612,328,803	612,328,803	586,532,793	586,532,793
Unquoted shares	11,100	11,100	11,100	580,809,700
	612,339,903	612,339,903	586,543,893	1,167,342,493
	3,792,952,130	3,792,952,130	3,316,357,281	3,897,155,881
Loans and Borrowings				
Accrued expenses & other liabilities*	500,160,426	500,160,426	377,762,896	377,762,896

*excluding statutory payables amounting to P10.3 million and P13.2 million as at September 30, 2016 and December 31, 2015, respectively.

Fair value is defined as the amount at which the financial instrument could be exchanged in a current transaction between knowledgeable willing parties in an arm's length transaction, other than in a forced liquidation or sale. Fair values are obtained from quoted market prices, discounted cash flow models and option pricing models, as appropriate.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1: quoted (unadjusted) prices in active markets for identical assets of liabilities;
- Level 2: other techniques for which all inputs which have significant effect on the recorded fair value are observable, either directly or indirectly; and
- Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

The carrying amounts of cash, receivables and others and accrued expenses and other current liabilities approximate their fair values due to the short-term nature of the transactions.

The fair values of AFS investments in quoted equity shares are based on quoted prices in the Philippine Stock Exchange as of reporting date. There are no quoted market prices for the unlisted shares of stock and there are no other reliable sources of their fair values, therefore, these are carried at cost, net of any impairment loss.

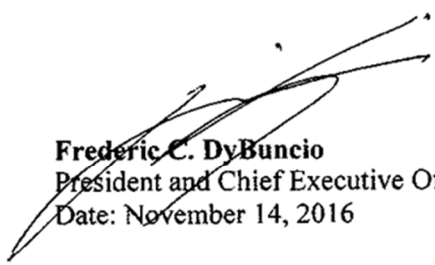
Other Required Disclosures

- A.) The attached interim financial reports were prepared in accordance with accounting standards generally accepted in the Philippines. The accounting policies and methods of computation followed in these interim financial statements are the same compared with the audited financial statements for the period ended December 31, 2015. The adoption of PFRS 9, Financial Instruments: *Classification and Measurement*, will have an effect on the classification and measurement of financial assets and liabilities. The Company will quantify the effect in conjunction with the other phases when issued, to present a comprehensive picture. As of September 30, 2016, the Company has decided not to early adopt PFRS 9 on its consolidated financial statements.
- B.) Except as reported in the Management's Discussion and Analysis of Financial Condition and Results of Operations (MD&A), there were no unusual items affecting assets, liabilities, equity, net income or cash flows for the interim period.
- C.) There were no material changes in estimates of amounts reported in prior periods that have material effects in the current interim period.
- D.) Except as disclosed in the MD&A, there were no other issuance, repurchases and repayments of debt and equity securities.
- E.) There were no material events that occurred subsequent to September 30, 2016 and up to the date of this report that need disclosure herein.
- F.) There were no changes in the composition of the Company during the interim period such as business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring, and discontinued operations.
- G.) There were no changes in contingent liabilities or contingent assets since December 31, 2015, as of September 30, 2016.
- H.) There exist no material contingencies and other material events or transactions affecting the current interim period.

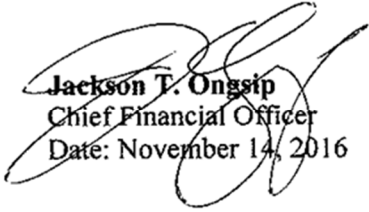
SIGNATURE

Pursuant to the requirements of the Securities Regulation Code, the issuer has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Issuer: **Premium Leisure Corp**



Frederic C. DyBuncio
President and Chief Executive Officer
Date: November 14, 2016



Jackson T. Ongsip
Chief Financial Officer
Date: November 14, 2016

PREMIUM LEISURE CORP AND SUBSIDIARIES
Consolidated Statements of Financial Position

	September 30, 2016	December 31, 2015
	(Unaudited)	(Audited)
ASSETS		
Current Assets		
Cash and cash equivalents	P 1,610,688,370	P 1,187,556,503
Investment held for trading	191,315,199	226,746,690
Trade and other receivables	572,683,659	509,585,194
Notes receivable	805,925,000	805,925,000
Other assets	209,782,112	131,884,988
	3,390,394,339	2,861,698,376
Non-current asset held for sale	285,510,452	285,510,452
Total Current Assets	3,675,904,791	3,147,208,828
Noncurrent Assets		
Intangible asset	9,966,162,576	10,231,313,891
Available-for-Sale investments	612,339,903	586,543,893
Property and equipment	422,416,201	544,628,438
Goodwill	1,828,577,952	1,828,577,952
Other non-current assets	85,999,267	103,724,801
Total Noncurrent Assets	12,915,495,899	13,294,788,975
Total Assets	P 16,591,400,690	P 16,441,997,803
LIABILITIES AND EQUITY		
Current Liabilities		
Trade payables and other current liabilities	P 566,870,482	P 365,772,706
Current portion of obligations under finance lease	3,779,792	25,201,309
Income tax payable	75,680,975	49,600,322
Total current liabilities	646,331,249	440,574,337
Noncurrent Liability		
Obligation under finance lease	71,872,859	93,527,275
Pension liability	13,106,349	18,638,266
Total non-current liabilities	84,979,208	112,165,541
Total Liabilities	P 731,310,457	P 552,739,878
Equity		
Capital Stock	7,906,827,500	7,906,827,500
Additional paid-in capital	7,238,721,924	7,238,721,924
Cost of parent shares held by a subsidiary	(438,877,905)	(422,210,490)
Other reserves	(103,359,657)	(121,523,954)
Retained earnings	392,068,589	440,361,436
Total equity attributable to Parent	14,995,380,450	15,042,176,416
Non-controlling interest	864,709,783	847,081,509
Total Equity	15,860,090,233	15,889,257,925
Total Liabilities and Equity	P 16,591,400,690	P 16,441,997,803

PREMIUM LEISURE CORP AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Nine Months Ended September 30		This quarter	
	2016 (Unaudited)	2015 (Unaudited)	2016 (Unaudited)	2015 (Unaudited)
INCOME				
Gaming share revenue	P 1,107,763,923	P 554,281,293	405,736,462	193,594,355
Equipment lease rentals	1,151,330,612	244,856,695	400,062,669	244,856,695
Commission and distribution income	234,771,295	36,587,782	95,404,516	36,587,782
	2,493,865,830	835,725,770	901,203,647	475,038,832
COST AND EXPENSES				
Software and license fees	104,772,613	24,038,212	15,690,557	24,038,212
Service and consultancy fees	291,251,432	56,429,467	128,538,862	17,221,713
Online lottery expenses	222,083,084	50,794,635	110,606,785	50,794,635
Repairs, maintenance and communication	68,728,732	15,137,220	22,992,564	15,137,220
General and administrative expenses	451,979,979	135,304,963	137,929,771	103,711,440
Amortization of intangible	265,151,315	417,362,560	59,618,121	145,915,073
Depreciation expense	123,574,121	14,700,133	44,181,680	14,527,205
	1,527,541,276	713,767,190	519,558,340	371,345,498
OTHER INCOME (EXPENSES)				
Equity share in net earnings of an associate	-	36,631,873	-	22,575,236
Interest income	31,187,865	29,684,930	10,696,918	8,857,150
Dividend Income	24,089,863	38,856,930	2,125,000	20,859,141
Other income (charges)	4,115,804	(14,288,762)	(13,051,216)	(25,281,677)
	59,393,531	90,884,972	(229,299)	27,009,851
NET INCOME BEFORE INCOME TAX	1,025,718,085	212,843,552	381,416,008	130,703,185
PROVISION FROM INCOME TAX	238,572,982	113,452,180	55,388,086	55,223,740
NET INCOME	787,145,103	99,391,372	326,027,922	75,479,445
Net income attributable to Parent	624,737,218	79,817,889	271,674,807	55,905,962
Net income attributable to Minority interest	162,407,885	19,573,483	54,353,114	19,573,483
OTHER COMPREHENSIVE INCOME (LOSS)				
Unrealized gains (loss) arising from changes in market value of available for sale investments during the year	17,159,740	(247,099,862)	(81,787,088)	(88,939,266)
Remeasurement gain on DBL	1,004,556	-	0	-
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	P 805,309,400	P (147,708,490)	P 244,240,834	P (13,459,821)
Total Comprehensive income (loss) attributable to Parent	637,479,802	(135,773,886)	210,791,828	(1,525,217)
Total Comprehensive income (loss) attributable to Minority	167,829,598	(11,934,604)	33,449,006	(11,934,604)
Total	805,309,400	(147,708,490)	244,240,834	(13,459,821)
Basic/Diluted Earnings per Common Share	P 0.02489	P 0.00314		

PREMIUM LEISURE CORP AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Nine Months Ended September 30

	2016 (Unaudited)	2015 (Unaudited)
CAPITAL STOCK	P0.25 per share	P0.25 per share
Authorized:		
Preferred shares	6,000,000,000 shares	6,000,000,000 shares
Common shares	37,630,000,000 shares	37,630,000,000 shares
Issued:		
Balance at beginning of year	P 11,384,284,906 P	11,355,561,606
Issuances (transfer from subscribed)	-	28,723,300
Balance at end of period	11,384,284,906	11,384,284,906
Subscribed:		
Balance at beginning of year	(3,477,457,406)	(3,448,734,106)
Issuances (transfer to issued)	-	(28,723,300)
Balance at end of period	(3,477,457,406)	(3,477,457,406)
Subscription receivable:		
Balance at beginning of year	-	(185,480,975)
Collections	-	185,480,975
Balance at end of period	-	-
	7,906,827,500	7,906,827,500
ADDITIONAL PAID-IN CAPITAL (APIC)		
Beginning balance	7,238,721,924	6,946,201,780
Other adjustments	-	-
	7,238,721,924	6,946,201,780
Other Reserves		
Balance at beginning of year	(121,523,954)	139,381,879
Net Unrealized loss on available-for-sale investments	17,159,740	(215,591,775)
Remeasurement gain on Retirement	1,004,556	3,989,546
Balance at the end of period	(103,359,657)	(72,220,350)
Cost of Parent Company held by a subsidiary	(438,877,905)	(314,640,480)
	(438,877,905)	(314,640,480)
RETAINED EARNINGS (DEFICIT)		
Balance at beginning of year	440,361,437	980,929,502
Declared dividends	(673,030,066)	(700,000,000)
Net income	624,737,218	79,817,889
Balance at end of period	392,068,589	360,747,391
NON-CONTROLLING INTEREST	864,709,783	874,050,021
	P 15,860,090,233 P	15,700,965,864

**PREMIUM LEISURE CORP AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS**

Nine Months Ended September 30

	2016 (Unaudited)	2015 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income (loss) before income tax	P 1,025,718,085	P 212,843,552
Adjustments for:		
Provisions for impairment of Receivables and others	2,531,652	-
Reversal of impairment (net)	-	(10,992,915)
Unrealized loss on marketable securities	11,605,464	25,310,817
Unrealized gain on short term investment	(2,177,318)	-
Finance charges	1,199,191	-
Retirement cost	7,200,000	-
Loss (gain) on sale of marketable securities	186,956	(343,160)
Loss (gain) on sale of property and equipment	1,100	(10,500)
Unrealized foreign exchange losses (gain)	651,130	(348,086)
Depreciation	123,574,121	14,700,133
Amortization of Intangible	265,151,315	417,362,560
Dividend income	(24,089,863)	(38,856,930)
Equity in net earnings of investee	-	(36,631,873)
Interest income	(31,187,865)	(4,611,206)
Income before working capital changes	1,380,363,969	578,422,392
Decrease (Increase) in:		
Receivables and others	(63,098,464)	(862,406,272)
Other current assets	(81,507,241)	-
Other noncurrent assets	17,725,534	(403,793)
Increase (decrease) in:		
Increase in accrued trade and other payables	201,097,776	96,678,410
Retirement contributions paid	(2,000,000)	(1,881,050)
Income tax paid	(212,852,284)	(86,431,505)
Net cash provided by operating activities	1,239,729,291	(276,021,818)
CASH FLOW FROM INVESTING ACTIVITY		
Acquisitions of:		
Marketable securities	(5,607,642)	(18,276,886)
Property and equipment	(35,101,271)	(18,385,251)
Investment in stocks	(25,303,585)	(20,955,271)
Subsidiary and associate	-	(820,105,677)
Dividends received	24,089,863	38,856,930
Interest received	31,187,865	4,611,206
Proceeds from sale of:		
Marketable securities	29,246,714	-
Property and equipment	5,321,020	-
Net cash from investing activities	23,832,963	(834,254,949)
CASH FLOW FROM FINANCING ACTIVITY		
Payment of obligation under finance lease	(21,421,517)	6,307,950
Collection of subscription receivable	-	185,480,975
Acquisition of Parent company shares held by a subsidiary	-	(43,589,400)
Acquisition of Treasury shares by the subsidiary	(55,425,585)	-
Interest paid	(1,199,191)	-
Dividends paid	(762,384,095)	(695,177,675)
Net cash from financing activities	(840,430,387)	(546,978,150)
NET INCREASE IN CASH	423,131,867	(1,657,254,917)
CASH AT BEGINNING OF PERIOD	1,187,556,503	2,692,121,573
CASH AT END OF PERIOD	P 1,610,688,370	P 1,034,866,656

PREMIUM LEISURE CORP AND SUBSIDIARIES
SCHEDULE OF RECEIVABLES, ADVANCES AND OTHER ASSETS
September 30, 2016

<u>NAME</u>	<u>AMOUNT</u>
Trade receivables -current	560,004,999
Notes receivables -current	805,925,000
Other receivable	12,678,660
Other Current Assets	<u>209,782,112</u>
Total Receivables and Other Assets	<u><u>1,588,390,771</u></u>

*Current means collectible within a period of zero (0) to twelve (12) months