

HERMES PACIFIC INVESTMENTS PLC
(AIM: HPAC)

Unaudited interim results for the six months ended 30 September 2013

Chairman's Statement

I am pleased to report the results of Hermes Pacific Investments Plc ("HPAC" or the "Company") for the six month period ended 30 September 2013. During the period the Company had no revenues but it has received some investment income and does not have any operating business. The Company has carefully controlled costs during the period and has made a loss of GBP56,000 compared to a loss of GBP68,000 in the corresponding period last year. At the period end the Company had net assets of GBP4,341,000 of which cash was GBP4,199,000.

Review of the Company's activities

The Company has made some investments in line with its investing policy in companies involved in trade finance for emerging countries and also other financial activities operating from the Far East region. These investments have performed well.

No further investments were made in the period. Following the share subscription described below, the Company is now in a much stronger position to be able to take advantage of any suitable investment opportunities as and when they arise. The Company continues to seek other suitable investments opportunities in emerging markets and expects to make further investments over the coming months.

Subscription

On 18 July 2013, the Company announced that it completed a share subscription raising £4,160,000 before expenses through the issue of 416,000,000 new ordinary shares at a subscription price of 1p per new ordinary share. The new ordinary shares were placed with three existing shareholders and one new investor. The new ordinary shares were allotted by the Company under authorities granted by shareholders at the Annual General Meeting of the Company held on 25 October 2012. The proceeds of the placing will provide the Company with general working capital to enable it to further implement its investing policy.

Capital reorganisation

At a general meeting held on 9 September 2013, shareholders approved a share consolidation pursuant to which every 200 existing ordinary shares were consolidated into one new ordinary share. The share consolidation became effective on 10 September 2013.

I would like to thank shareholders for their continued support.

Haresh Kanabar
Chairman

16 December 2013

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Unaudited Income Statement for the year ended 30 September 2013

	Note	Unaudited 6 Months ended 30 September 2013 £'000	Unaudited 6 Months ended 30 September 2012 £'000	Audited Year ended 31 March 2013 £'000
Continuing activities				
Revenue		-	-	-
Cost of sales		-	-	-
		<hr/>	<hr/>	<hr/>
Gross loss/profit				
Other operating income		-	-	-
Administrative expenses		(64)	(68)	(122)
		<hr/>	<hr/>	<hr/>
Operating loss				
		(64)	(68)	(122)
Finance income		8	-	-
Finance costs		-	-	-
		<hr/>	<hr/>	<hr/>
Loss on ordinary activities before taxation				
		(56)	(68)	(122)
Tax expense		-	-	-
		<hr/>	<hr/>	<hr/>
Loss for the period from continuing activities				
		(56)	(68)	(122)
Other comprehensive income				
Gains arising in the year		-	-	23
		<hr/>	<hr/>	<hr/>
Loss for the period				
		(56)	(68)	(99)
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Basic and diluted loss per share				
From continuing operations	2	(0.02)p	(0.13)p	(0.2)p
		<hr/>	<hr/>	<hr/>
		(0.02)p	(0.13)p	(0.2)p
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Unaudited Balance Sheet as at 30 September 2013

	Note	Unaudited 6 Months ended 30 September 2013 £'000	Unaudited 6 Months ended 30 September 2012 £'000	Audited Year ended 31 March 2013 £'000
Assets				
Non-current assets				
Investments		196	173	196
		<hr/> 196	<hr/> 173	<hr/> 196
Current assets				
Trade and other receivables		10	46	13
Cash and cash equivalents		4,199	141	57
		<hr/> 4,209	<hr/> 187	<hr/> 70
Total current assets		<hr/> 4,209	<hr/> 187	<hr/> 70
		<hr/> 4,405	<hr/> 360	<hr/> 266
Liabilities				
Current liabilities				
Trade and other Payables		(60)	(89)	(25)
		<hr/> (60)	<hr/> (89)	<hr/> (25)
Net assets		<hr/> 4,345	<hr/> 271	<hr/> 241
Equity				
Share Capital		2,333	253	253
Deferred Share capital		1,243	1243	1,243
Share premium account		5,780	3700	3,700
Share Based payments reserves		139	139	139
Revaluation reserve		23	-	23
Retained losses		(5,173)	(5,064)	(5,117)
		<hr/> 4,345	<hr/> 271	<hr/> 241
Equity attributable to equity holders of the parent		<hr/> 4,345	<hr/> 271	<hr/> 241

Unaudited Statement of Changes in Equity

	Ordinary share capital £'000	Deferred share capital £'000	Share premium £'000	Share Based payments reserves £'000	Revaluation reserve £'000	Retained earnings £'000	Total £'000
Six months ended 30 September 2012							
At 31 March 2012	93	1,243	3,563	139	-	(4,996)	42
Share issue	160	-	137	-	-	-	297
Total comprehensive loss for the period	-	-	-	-	-	(68)	(68)
At 30 September 2012	<u>253</u>	<u>1,243</u>	<u>3,700</u>	<u>139</u>	<u>-</u>	<u>(5,064)</u>	<u>271</u>
Period ended 31 March 2013							
At 30 September 2012	253	1,243	3,700	139	-	(5,064)	271
Total comprehensive loss for the period	-	-	-	-	23	(53)	(30)
At 31 March 2013	<u>253</u>	<u>1,243</u>	<u>3,700</u>	<u>139</u>	<u>23</u>	<u>(5,117)</u>	<u>241</u>
Six months ended 30 September 2013							
At 31 March 2013	253	1,243	3,700	139	23	(5,117)	241
Share issue	2,080	-	2,080	-	-	-	4,160
Total comprehensive loss for the period	-	-	-	-	-	(56)	(56)
At 30 September 2013	<u>2,333</u>	<u>1,243</u>	<u>5,780</u>	<u>139</u>	<u>23</u>	<u>(5,173)</u>	<u>4,345</u>

Unaudited Cash Flow Statement for the Year ended 30 September 2013

	Unaudited 6 Months ended 30 September 2013 £'000	Unaudited 6 Months ended 30 September 2012 £'000	Audited Year ended 31 March 2013 £'000
Note			
Cash outflow from operating activities	(26)	(23)	(106)
Net cash flow from operating activities	<u>(26)</u>	<u>(23)</u>	<u>(106)</u>
Cash flows from investing activities			
Acquisition of Investments	-	(173)	(173)
Cost of share issue	-	(22)	(23)
Net cash from/(used in) investing activities	<u>-</u>	<u>(195)</u>	<u>(196)</u>
Net cash used in investing activities	<u>(26)</u>	<u>(195)</u>	<u>(196)</u>
Cash flows from financing activities			
Proceeds of share issues	4,160	320	320
Other income	8	-	-
Net cash used in financing activities-continuing operations	<u>4,168</u>	<u>320</u>	<u>320</u>
Net cash from/(used in) financing activities	<u>4,168</u>	<u>320</u>	<u>320</u>
Decrease in cash and cash equivalents	4,142	102	18
Cash and cash equivalents at start of the period	57	39	39
Cash and cash equivalents at end of the period	<u>4,199</u>	<u>141</u>	<u>57</u>

Notes to the unaudited consolidated interim statement for the period ended 30 September 2013

1. Basis of preparation

Hermes Pacific Investments Plc is a public limited company incorporated and domiciled in United Kingdom. The Company is an AIM listed investment vehicle.

These Interim accounts have been prepared using the accounting policies to be applied in the annual report and accounts for the period ending 31 March 2014. These are consistent with those included in the previously published annual report and accounts for the period ended 31 March 2013, which have been prepared in accordance with IFRS as adopted by the European Union.

The preparation of the interim statement requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The interim financial statements are unaudited and do not constitute statutory accounts as defined in section 434(3) of the Companies Act 2006.

The figures for the year ended 31 March 2013 have been extracted from the audited annual report and accounts that have been delivered to the Registrar of Companies. BSG Valentine, the company's auditors, reported on those accounts. Their report was unqualified and did not contain a statement under section 498 of that Companies Act 2006.

2. Loss per ordinary share

	Unaudited 6 Months ended 30 September 2013 £'000	Unaudited 6 Months ended 30 September 2012 £'000	Audited Year ended 31 March 2013 £'000
Basic			
Loss from continuing activities	(56)	(68)	(122)
Total loss	<u>(56)</u>	<u>(68)</u>	<u>(122)</u>
Weighted average number of shares	2,333	50,659	50,569
Basic loss per share (pence)			
From continuing operations	(0.02)p	(0.13)p	(0.2)p
	<u>(0.02)p</u>	<u>(0.13)p</u>	<u>(0.2)p</u>

There was no dilutive effect from the share options outstanding during the period.

3. Copies of this statement will be available on the Company's website www.hermespacificinvestments.com.