

SOMERS LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(expressed in United States dollars)

Assets	MAR 31, 2016	SEP 30, 2015*
Cash and cash equivalents	\$ 241,224	\$ 1,108,676
Other assets	52,654	34,682
Interest receivable	239,433	520,134
Loans and receivables	8,475,350	4,461,285
Financial investments	207,810,332	209,864,255
Total assets	216,818,993	215,989,032
Liabilities		
Other liabilities	927,089	813,958
Interest bearing loans and borrowings	12,092,086	6,000,000
Total liabilities	13,019,175	6,813,958
Net assets	\$ 203,799,818	\$ 209,175,074
Equity		
Capital stock	\$ 1,197	\$ 1,179
Contributed surplus	165,238,106	162,674,966
Treasury shares	(139,659)	-
Accumulated other comprehensive (loss) income	(7,109,948)	(3,838,932)
Retained earnings	45,810,122	50,337,861
Total equity	\$ 203,799,818	\$ 209,175,074

*Audited

SOMERS LIMITED

CONSOLIDATED STATEMENT OF INCOME

(expressed in United States dollars)

Income	For the three months ended		For the six months ended	
	MAR 31, 2016	MAR 31, 2015	MAR 31, 2016	MAR 31, 2015
Interest income	\$ 306,277	\$ 436,907	\$ 525,489	\$ 605,865
Interest expense	(128,208)	(652)	(221,198)	(45,177)
Net interest income	178,069	436,255	304,291	560,688
Dividend income	-	-	2,500,000	1,600,000
Losses on investments	(925,998)	(6,751,508)	(2,164,761)	(5,352,786)
Other income	-	-	-	-
Net foreign exchange losses	(557,789)	(1,902,113)	(1,447,729)	(3,360,231)
Total income	(1,305,718)	(8,217,366)	(808,199)	(6,552,329)
Expenses				
Investment management fees	131,295	157,577	261,295	252,036
Legal and professional fees	141,609	130,368	258,793	293,982
Audit and accounting fees	97,417	103,207	139,152	161,939
Directors' fees	16,250	12,583	32,500	31,833
General and administrative expenses	93,463	58,593	196,628	178,581
Total expenses	480,034	462,328	888,368	918,371
Loss before tax	(1,785,752)	(8,679,694)	(1,696,567)	(7,470,700)
Income tax expense	-	-	-	-
Net loss	\$ (1,785,752)	\$ (8,679,694)	\$ (1,696,567)	\$ (7,470,700)

SOMERS LIMITED**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

(expressed in United States dollars)

Income	For the three months ended		For the six months ended	
	MAR 31, 2016	MAR 31, 2015	MAR 31, 2016	MAR 31, 2015
Net loss for the period	\$ (1,785,752)	\$ (8,679,694)	\$ (1,696,567)	\$ (7,470,700)
Other comprehensive loss:				
Exchange differences on translation of foreign operations	(1,415,223)	(2,742,581)	(2,779,841)	(5,460,044)
Net gain (loss) on financial investments	76,427	199,744	(491,175)	(105,399)
Other comprehensive loss	(1,338,796)	(2,542,837)	(3,271,016)	(5,565,443)
Total comprehensive loss	\$ (3,124,548)	\$ (11,222,531)	\$ (4,967,583)	\$ (13,036,143)