

12 December 2017

PCG Entertainment Plc
("PCGE", the "Company" or the "Group")
PCG Entertainment Plc / Index: AIM / Epic: PCGE

PCG Entertainment Plc (AIM: PCGE), the AIM quoted Asia-Pacific online gaming and media company, today announces its interim results for the six months ended 30 September 2017.

A summary of the interim report and accounts is set out below. The full report and accounts are available to view on the Company's website at www.pcge.com

Chairman's Statement

Following our change of year-end from December to March, we are now announcing our interim results for the six-month period ending 30 September 2017 (the "Period"). During the Period the Company has continued to operate its media license in China. I am also pleased to report that the gambling license from the Kahnawake Gaming Commission has been renewed for a further year. We continue to examine potential additional deals for the Company across geographies and sectors.

The Company is currently in discussions with its former CEO in an attempt to settle his employment tribunal action. As always, we will update shareholders as soon as we are able to do so on all PCGE's initiatives.

During the Period, the Company had a net loss of US\$588,332. The comparisons set out below are with the interim results for the half-year to 30 June 2016, together with the results for the year ended 31 March 2017.

Richard Poulden
Chairman

Interim Results' Highlights include:

- 1 Group cash balances at 30 September 2017 of US\$1,969,336 (30 June 2016: US\$60,502)
- 2 The loss for the Group for the 6 months to 30 September 2017 was US\$588,332 (30 June 2016: loss of US\$745,766)

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Consolidated Income Statement
for the six months ended 30 September 2017

	Notes	Unaudited Six months ended 30 September 2017 US\$	Unaudited Six months ended 30 June 2016 US\$	Audited Year ended 31 March 2017 US\$
Revenue		-	8,616,129	-
Cost of sales		-	(4,783,802)	-
Gross profit		-	3,832,327	-
Administrative expenses		(678,722)	(4,320,819)	(5,926,477)
Other operating income		-	-	48,868
Operating loss		(678,722)	(488,492)	(5,877,609)
Foreign exchange loss		(26,270)	(248,274)	(19,525)
Interest payable		-	(9,000)	(33)
Loss on ordinary activities before taxation		(704,991)	(745,766)	(5,897,167)
		-	-	-
Tax on loss on ordinary activities				
Loss for the financial period from continuing activities		(704,991)	(745,766)	(5,897,167)
(Loss)/profit for the period from discontinued operations		-	-	(8,348,897)
Retained loss for the period		(704,991)	(745,766)	(14,246,064)
Change in foreign currency		116,660	-	45,297
Total comprehensive loss for the financial period		(588,332)	(745,766)	(14,200,767)

**Consolidated Statement of Financial Position
as at 30 September 2017**

	Notes	Unaudited 30 September 2017 US\$	Unaudited 30 June 2016 US\$	Audited 31 March 2017 US\$
ASSETS:				
Current assets				
Trade and other receivables		-	2,717,315	427,260
Cash and cash equivalents		1,969,336	60,502	1,287,964
		<u>1,969,336</u>	<u>2,777,817</u>	<u>1,715,224</u>
Non-current assets				
Equity Share Account		676,578		
Intangible assets		-	11,310,000	25,000
Property, plant and equipment		-	1,836	700
		<u>676,578</u>	<u>11,311,836</u>	<u>25,700</u>
Total assets		<u>2,645,914</u>	<u>14,089,653</u>	<u>1,740,924</u>
LIABILITIES AND EQUITY:				
Current liabilities				
		1,055,772	1,428,913	1,424,272
Non-current liabilities				
		-	-	-
Equity				
Share capital		4,908,503	2,108,394	3,101,735
Share premium		24,487,537	24,277,686	24,487,537
Share based payment reserve		309,408	309,408	309,408
Foreign currency translation reserve		125,831	117,759	70,777
Retained earnings		(28,241,137)	(14,152,507)	(27,652,805)
		<u>1,590,143</u>	<u>12,660,740</u>	<u>316,652</u>
Total liabilities and equity		<u>2,645,914</u>	<u>14,089,653</u>	<u>1,740,924</u>

**Consolidated Statement of Cash Flows
for the six months ended 30 September 2017**

	Unaudited Six months ended 30 September 2017 US\$	Unaudited Six months ended 30 June 2016 US\$	Audited Year ended 31 March 2017 US\$
Cash flows from operating activities			
Operating loss	(562,632)	(745,766)	(14,246,064)
Reconciliation to cash generation from operations:			
Amortisation	-	995,000	-
Interest expense	-	9,000	-
Decrease / (increase) in receivables	427,260	449,784	548,544
(Decrease) / increase in payables	(368,500)	(1,002,654)	(400,008)
Depreciation	-	386	1,403
Loss and disposal of assets	-	-	9,721,870
Impairment of intangibles	-	-	3,500,000
Exchange rates differences	-	-	21,140
Decrease/(Increase) in Equity Share Account	(676,578)	-	-
Shares issued in lieu of amounts payable	-	-	24,577
<i>Cash absorbed in operations</i>	<u>(1,180,450)</u>	<u>(294,250)</u>	<u>(828,538)</u>
Cash flows from investing activities			
Net proceeds from disposal of subsidiaries	-	-	505,856
<i>Net cash flow from investing activities</i>	<u>-</u>	<u>-</u>	<u>505,856</u>
Cash flows from financing activities			
Issue of shares for cash	1,806,768	-	1,469,103
Share issue expenses capitalised against share premium account	-	-	(145,206)
<i>Net cash flow from financing activities</i>	<u>1,806,768</u>	<u>-</u>	<u>1,323,897</u>
Net increase/(decrease) in cash	626,318	(294,250)	1,001,215
<i>Effect of exchange rates on cash and cash equivalents</i>	55,054	92,279	24,276
	<u>681,372</u>	<u>(201,971)</u>	<u>1,025,491</u>
Cash at bank and in hand at the start of the period	<u>1,287,964</u>	<u>262,473</u>	<u>262,473</u>
Cash at bank and in hand at end of the period	<u>1,969,336</u>	<u>60,502</u>	<u>1,287,964</u>