INTERIM REPORT

(NINE MONTHS)
DECEMBER 31, 2010

REPORT TO SHAREHOLDERS

The Board of Directors of Lasco Financial Services Limited presents the unaudited financial results for the nine months, April 1, 2010 to December 31, 2010. Lasco Financial Services is an amalgamation of Lasco Financial Services (Cambio) Lasco Remittance Services (Money Transfer) and Lasco Property Limited (Property Services).

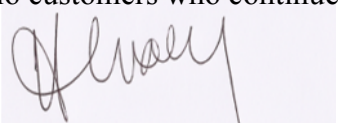
LFSL showed a strong third Quarter for the period October – December 2010, **surpassing 2009 third Quarter profits by 40%**; this, despite the absence of rental and interest income from the properties division. Though we have had a few expressions of interest, there is no commitment as at December 31. Profits before tax in this Quarter rose to $17M, a 10% increase over the Half year period profit. Of note is the fact that Quarterly increases in Revenues have been growing consistently, averaging over 4% per Quarter.

At the end of the Nine Months, we showed a Net Profit of $28M, a creditable performance considering the foreign exchange losses incurred in the first quarter of the Financial Year and our current expansionary mode. Growth in the Remittance and Cambio Divisions continue to outperform the market, this for us is an indicator that our strategies have been yielding the desired results.

We expanded our PayDay loans target market in November, increasing our loan portfolio by 20% (December over September). Revenue from this department year over year is showing a 50% increase. We also have several Money Transfer locations at various stages of the application process, which require approval from the Bank of Jamaica. Other products under contemplation are still being pursued, but are also subject to BOJ approval.

Although we continue to show strong market presence, we will continue an aggressive stance to ensure that we can recover from a weak first half. We are making the critical alliances to ensure that our position of Number One MoneyGram agent will not be eroded in the near or distant future. We will also be pulling more strident strategies to ensure that we continue to grow our share of the cambio market.

Special thanks to our staff and shareholders, as well as the Moneygram agents who continue to provide fast and efficient service to our customers. Thanks also to all our Corporate and retail cambio customers who continue to support our business.



JACINTH HALL-TRACEY
MANAGING DIRECTOR.

Lasco Financial Services Limited
Statement of Comprehensive Income
Nine Months Ended December 31, 2010
(Unaudited)

	Note	3 months to Dec 31 2010 $	3 months to Dec 31 2009* $	9 months to Dec 31 2010 $	9 months to Dec 31 2009* $
Revenue		53,469,203	41,148,704	108,550,570	97,260,698
Cost of Sales					
Revenue		59,768,408	53,697,240	168,318,978	150,957,938
Other Operating Income		720,115	833,707	4,607,158	7,828,509
		60,488,523	54,530,947	172,926,136	158,786,447
Operating Expenses		(42,590,467)	(38,515,964)	(136,254,962)	(110,303,965)
Profit from Operations		17,898,056	16,014,983	36,671,174	48,482,482
Finance Cost		(406,170)	(205,732)	(3,215,208)	(908,683)
Gain /(Loss) on Disposal of Assets					
Profit before Taxation		17,491,886	15,809,251	33,455,966	47,573,799
Taxation		-	(3,437,573)	(5,381,680)	(8,514,426)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		17,491,886	12,371,678	28,074,286	39,059,373
Number of stock units issued	**6**	122,810,299	10,000	54,587,911	10,000
Earnings per Stock Unit During the Period		$0.14	$1,237.17	$0.51	$3,905.94

* See Note 6

Lasco Financial Service Limited

Statement of Financial Position

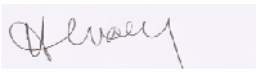
December 31, 2010

(Unaudited)

	Note	Period ended December 31 2010	Period ended December 31 2009*	Year ended March 31 2010*
		$	$	$
NET ASSETS EMPLOYED				
Non-Current Assets				
Property, Plant & Equipment		29,068,050	36,743,766	26,013,786
Intangible Assets			0	
Investment Property		50,183,785	10,533,999	9,997,899
Deferred Tax Asset		334,014	2,264,929	334,014
		79,585,849	49,542,694	36,345,699
Current Assets				
Trade and Other Receivables		60,628,221	54,038,304	54,930,354
Related Party		105,604,483	0	0
Taxation Recoverable		10,707,080	21,940,370	0
Short Term Loans		10,419,487	9,336,784	0
Cash and Bank Balances		46,202,755	167,640,819	171,442,550
		233,562,026	252,956,277	226,372,904
Current Liabilities				
Trade, Other Payables and Provisions		36,584,913	36,736,292	36,400,030
Due to Directors		6,500,000	6,924,384	37,118,779
Related Party		2,666,064	145,630,292	0
Corporation Tax Payable		3,791,819	16,896,930	1,787,138
		49,542,796	206,187,899	75,305,947
Net Current Assets		184,019,230	46,768,379	151,066,957
		263,605,079	96,311,073	187,412,656
Financed by:				
Share Capital	4	48,128,137	20,200	10,000
Retained Earnings		187,402,656	57,231,500	187,402,656
Current Earnings		28,074,286	39,059,373	0
		263,605,079	96,311,073	187,412,656

* See Note 6

Approved for issue by the Board of Directors on February 2,2011 and signed on its behalf by:



Lascelles Chin Chairman

Jacinth Hall Tracey Director

Lasco Financial Services Limited
Statement of Cash Flows
Nine Months ended December 31, 2010
(Unaudited)

	Dec 31, 2010 $	Dec 31, 2009* $
SOURCES/(USES) OF CASH		
Operating Activities		
Profit for the period	28,074,286	39,059,372
Items not affecting cash	(156,155,285)	(65,942,968)
Cash used in Operating Activities	(128,080,999)	(26,883,596)
Cash used in Investing Activities	(45,276,933)	(10,733,744)
Cash provided by Financing Activities	48,118,137	53,801,996
Net (Decrease)/Increase in Cash and Cash Equivalents	(125,239,795)	16,184,656
Cash and Cash Equivalents at the beginning of period	171,442,550	151,456,163
CASH AND CASH EQUIVALENTS AT END OF PERIOD	46,202,755	167,640,819

* See Note 6

Lasco Financial Services Limited

Statement of Changes in Stockholders' Equity
Nine Months ended December 31, 2010
(Unaudited)

	2010		
	Share Capital	Retained Earnings	Total
	$	$	$
Balance at April 1, 2010	10,000	187,402,656	187,412,656
Share Issued	48,118,137		48,118,137
Total Comprehensive Income for the period		28,074,286	28,074,286
Balance at Decemeber 31, 2010	48,128,137	215,476,942	263,605,079

	2009*		
	Share Capital	Retained Earnings	Total
	$	$	$
Balance at April 1, 2009	20,200	57,231,500	57,251,700
Total Comprehensive Income for the period		39,059,373	39,059,373
Balance at December 31, 2009	20,200	96,290,873	96,311,073

* See Note 6

Lasco Financial Services Limited
Financial Information by Segment
Nine Months ended Decemebr 31, 2010
(Unaudited)

	9 months to December 31, 2010		
	Money Services	Properties Division	Consolidated
	$	$	$
External Operating Revenue	168,342,431	4,583,705	**172,926,136**
Inter-segment Revenue			-
			-
	168,342,431	4,583,705	172,926,136
Profit from Operations	34,501,320	2,169,854	36,671,174
Finance Cost	(3,213,137)	(2,071)	(3,215,208)
Profit before tax for the period	31,288,183	2,167,783	33,455,966
Taxation			(5,381,680)
Net Profit for the period			28,074,286

	9 months to December 31, 2009*		
	Money Services	Properties Division	Consolidated
	$	$	$
External Operating Revenue	149,581,303	9,205,144	158,786,447
Inter-segment Revenue			-
	149,581,304	9,205,144	158,786,448
Profit from Operations	41,578,802	6,903,680	48,482,482
Finance Cost	(908,683)	-	(908,683)
Profit before tax for the period	40,670,119	6,903,680	47,573,799
Taxation			(8,514,426)
Net Profit for the period			39,059,373

* See Note 6

LASCO FINANCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

NINE MONTHS ENDED DECEMBER 31, 2010

1. BASIS OF PREPARATION

These financial statements have been prepared in accordance with and comply with International Financial Reporting Standards (IFRS), and have been prepared under the historical cost convention, as modified by the revaluation of certain fixed and financial assets.

The accounting policies followed in these interim financial statements are consistent with those used in the audited financial statements for the year ended 31st March 2010.

These financial statements are presented in Jamaican dollars unless otherwise indicated.

2. IDENTIFICATION AND PRINCIPAL ACTIVITIES:

(a) Lasco Financial Services Limited is a limited liability company incorporated and domiciled in Jamaica. The registered office of the company is 27 Red Hills Road, Kingston 10.

(b) The principal activities of the company are-

(i) Money Services - Operation of a Cambio: The company facilitates the sale and purchase of foreign exchange to and from the general public. The operations of the Cambio are regulated by the Bank of Jamaica. The provision of services as an agent of MoneyGram International Money Transfer through the sending and receiving of funds, in accordance with licences issued by the Bank of Jamaica.

(ii) Rental and management of properties

LASCO FINANCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

NINE MONTHS ENDED DECEMBER 31, 2010

3. AMALGAMATION:

The Company amalgamated the businesses of LASCO Remittance Services Limited ("LASCO Remittance Services") and LASCO Properties Limited ("LASCO Properties") with its own.

4. SHARE CAPITAL:

	2010	2009*
	$	$
Authorised -		
Number of Ordinary shares:		
196,120,000 - December 31, 2010		
10,000 – December 31, 2009		
Issued –		
Number of Ordinary shares:		
122,810,299 - December 31, 2010		
10,000 – December 31, 2009	47,928,613	10,000

The authorised share capital of the Company is now 196,120,000 ordinary shares. The number of issued ordinary shares increased to 122,810,299 as at December 31, 2010 from 122,575,000 as at September 30, 2010, as Mayberry Investments on October 5, 2010 exercised its option of 235,299 shares.

5. EARNINGS PER SHARE

The weighted average shares were used to calculate the earnings per share.

6. PRIOR PERIOD RESULTS:

The prior period financial statements of Lasco Financial Service Limited, Lasco Remittance Services Limited and Lasco Properties Limited have been combined for comparative purposes only. These entities' activities in the current period are now reported into the amalgamated entity operating as Lasco Financial Services Limited.

7. SEGMENT REPORTING:

The company has two reportable segments which are based on the different types of services that it offers. These services are described in its principal activities (Note 2).