

Unaudited Interim Financial Statements for the nine months ended 31 March 2017



AFRASIA BANK LIMITED

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2017

	As at 31 March 2017 Unaudited MUR'000	As at 31 March 2016 Unaudited MUR'000	As at 30 June 2016 Audited MUR'000
ASSETS			
Cash and balances with the Central Bank	4,321,574	2,736,533	3,029,129
Due from banks	42,753,455	48,251,741	46,000,675
Derivative financial instruments	122,445	171,925	33,644
Financial investments - held-for-trading	3,459,732	3,483,343	3,542,070
Loans and advances to customers	28,588,562	21,954,102	21,958,341
Financial investments - available-for-sale	6,524,799	-	316,033
Financial investments - held-to-maturity	19,005,847	7,703,502	11,538,879
Investment in subsidiary	189,563	189,563	189,563
Equipment	148,130	128,420	135,991
Intangible assets	134,258	52,453	111,841
Other assets	126,675	261,576	206,184
Deferred tax assets	82,993	16,005	60,441
TOTAL ASSETS	105,458,033	84,949,163	87,122,791
LIABILITIES AND EQUITY			
Due to banks	2,039,575	212,236	173,510
Derivative financial instruments	105,660	283,654	127,914
Deposits from customers	95,583,287	77,375,989	80,378,976
Debts issued	1,127,999	1,111,529	1,111,032
Other liabilities	377,632	1,014,554	407,506
Current tax liabilities	173,539	113,034	84,379
TOTAL LIABILITIES	99,407,692	80,110,996	82,283,317
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT			
Ordinary shares	3,197,608	2,608,220	2,595,363
Class A shares	1,385,768	1,385,768	1,385,768
Retained earnings	1,060,360	322,558	493,283
Other reserves	406,605	521,621	365,060
TOTAL EQUITY	6,050,341	4,838,167	4,839,474
TOTAL LIABILITIES AND EQUITY	105,458,033	84,949,163	87,122,791

STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 31 MARCH 2017

	Ordinary shares MUR'000	Class A shares MUR'000	Share application monies MUR'000	Retained earnings MUR'000	Other reserves MUR'000	Total MUR'000
At 1 July 2015 (audited)	2,590,959	1,385,768	17,261	107,086	417,202	4,518,276
Profit for the period	-	-	-	433,636	-	433,636
Other comprehensive loss	-	-	-	-	(579)	(579)
Total comprehensive income for the year	-	-	-	433,636	(579)	433,057
Issue of shares	17,261	-	(17,261)	-	-	-
Indemnity costs	(12,857)	-	-	-	-	(12,857)
Appropriation of reserves	-	-	-	51,563	(51,563)	-
Dividends	-	-	-	(99,002)	-	(99,002)
At 30 June 2016 (audited)	2,595,363	1,385,768	-	493,283	365,060	4,839,474
At 1 July 2015 (audited)	2,590,959	1,385,768	17,261	107,086	417,202	4,518,276
Profit for the period	-	-	-	417,799	-	417,799
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	417,799	-	417,799
Issue of shares	17,261	-	(17,261)	-	-	-
Appropriation of reserves	-	-	-	(104,419)	104,419	-
Dividends	-	-	-	(97,908)	-	(97,908)
At 31 March 2016 (unaudited)	2,608,220	1,385,768	-	322,558	521,621	4,838,167
At 1 July 2016 (audited)	2,595,363	1,385,768	-	493,283	365,060	4,839,474
Profit for the period	-	-	-	866,408	-	866,408
Other comprehensive loss	-	-	-	-	(18,506)	(18,506)
Total comprehensive income for the period	-	-	-	866,408	(18,506)	847,902
Issue of shares	602,245	-	-	-	-	602,245
Share application monies	-	-	-	-	-	-
Appropriation of reserves	-	-	-	(60,051)	60,051	-
Dividends	-	-	-	(239,280)	-	(239,280)
At 31 March 2017 (unaudited)	3,197,608	1,385,768	-	1,060,360	406,605	6,050,341

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 31 MARCH 2017

	Nine months ended 31 March 2017 Unaudited MUR'000	Nine months ended 31 March 2016 Unaudited MUR'000	Year ended 30 June 2016 Audited MUR'000
Interest income	1,548,616	1,314,158	1,740,611
Interest expense	(534,504)	(570,454)	(774,912)
Net interest income	1,014,112	743,704	965,699
Fees and commission income	423,629	330,921	457,243
Fees and commission expense	(158,034)	(104,904)	(159,440)
Net fees and commission income	265,595	226,017	297,803
Net trading income	573,222	457,289	594,683
Other operating income	13,722	3,992	5,975
Total operating income	1,866,651	1,431,002	1,864,160
Net allowance for credit impairment	(276,507)	(416,497)	(644,557)
Net operating income	1,590,144	1,014,505	1,219,603
Personnel expenses	(357,032)	(237,378)	(396,790)
Depreciation of equipment	(17,636)	(14,948)	(20,504)
Amortisation of intangible assets	(7,372)	(6,738)	(9,224)
Other operating expenses	(152,944)	(191,787)	(269,564)
Total operating expenses	(534,984)	(450,851)	(696,082)
Profit before tax	1,055,160	563,654	523,521
Tax expense	(188,752)	(145,855)	(89,885)
Profit for the period/year	866,408	417,799	433,636
Other comprehensive income			
Net loss on available-for-sale investments	(18,506)	-	(579)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD/YEAR	847,902	417,799	433,057

MANAGEMENT COMMENTS

For the nine months ended 31 March 2017, the Bank registered an operating income of MUR 1.9bn which shows a healthy increase of 30.4% from the level achieved during similar period in the previous year which stood at MUR 1.4bn. The Net Profit after Tax for the period ended 31 March 2017 increased to MUR 866.4m as compared to MUR 417.8m during the same period in FY 2015/16.

The performance was mainly driven by a growth in net interest income of 36.4% and a significant increase in net fees and commission income of 17.5%. In addition, the bank closed the third quarter with net trading income of MUR 573.2m, reflecting a 25.4% growth for the same period last year.

Total loans and advances stood at MUR 28.6bn and customer deposits MUR 95.6bn at end of March 2017, that is, a loans-to-deposits ratio of 29.9% compared to 28.4% of 31 March 2016. The Bank continues to secure a reasonable share of the market while remaining prudent in its lending.

By Order of the Board
Company Secretary
15 May 2017

For the information of stakeholders, Afrasia Bank Ltd is pleased to present its interim unaudited Financial Statements for the nine months ended 31 March 2017.

This notice is issued pursuant to the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007.

Copies of the unaudited interim financial statements (which can also be viewed on the Company's website www.afrasiabank.com) is available free of charge, upon request made to the Company Secretary, 4th Floor, IBL House, Caudan Waterfront, Port Louis, Mauritius. The statement of direct and indirect interests of officers, pursuant to Rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007, is also available free of charge, upon request from the Company Secretary.