

# Unaudited Interim Financial Statements for the nine months ended 31 March 2016

## AFRASIA BANK LIMITED

### STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2016

	31 March 2016 Unaudited MUR'm	30 June 2015 Audited MUR'm
<b>ASSETS</b>		
Cash and balances with the Central Bank	2,737	2,512
Due from banks	48,252	41,435
Derivative financial instruments	172	69
Financial investments - held-for-trading	3,483	1,967
Loans and advances to customers	21,954	21,708
Financial investments - held-to-maturity	7,704	5,072
Investment in subsidiaries	190	190
Equipment	128	99
Intangible assets	52	48
Deferred tax assets	16	20
Other assets	262	288
<b>TOTAL ASSETS</b>	<b>84,950</b>	<b>73,408</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Due to banks	212	227
Derivative financial instruments	284	55
Deposits from customers	77,376	66,929
Debts issued	1,112	1,094
Other liabilities	1,015	534
Current tax liabilities	113	51
<b>TOTAL LIABILITIES</b>	<b>80,112</b>	<b>68,890</b>
<b>EQUITY</b>		
Ordinary shares	2,608	2,591
Class A shares	1,386	1,386
Share application monies	-	17
Retained earnings/(Accumulated losses)	323	107
Other reserves	521	417
<b>TOTAL EQUITY</b>	<b>4,838</b>	<b>4,518</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>84,950</b>	<b>73,408</b>

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 31 MARCH 2016

	Nine month period ended 31 March 2016 Unaudited MUR'm	Nine month period ended 31 March 2015 Unaudited MUR'm	Twelve month period ended 30 June 2015 Audited MUR'm
Interest income	1,314	1,179	1,609
Interest expense	(570)	(549)	(749)
<b>Net interest income</b>	<b>744</b>	<b>630</b>	<b>860</b>
Fees and commission income	331	244	341
Fees and commission expense	(105)	(48)	(73)
<b>Net fees and commission income</b>	<b>226</b>	<b>196</b>	<b>268</b>
Net trading income	457	388	471
Other operating income	4	1	47
<b>Total operating income</b>	<b>1,431</b>	<b>1,215</b>	<b>1,646</b>
Net allowance for credit impairment	(416)	(334)	(500)
<b>Net operating income</b>	<b>1,015</b>	<b>881</b>	<b>1,146</b>
Personnel expenses	(237)	(198)	(294)
Depreciation of equipment	(15)	(10)	(14)
Amortisation of intangible assets	(7)	(6)	(9)
Other operating expenses	(192)	(196)	(272)
<b>Total operating expenses</b>	<b>(451)</b>	<b>(410)</b>	<b>(589)</b>
<b>Operating profit</b>	<b>564</b>	<b>471</b>	<b>557</b>
Impairment loss on subsidiary	-	(303)	(303)
<b>Profit before tax</b>	<b>564</b>	<b>168</b>	<b>254</b>
Tax expense	(146)	(84)	(79)
<b>Profit for the period</b>	<b>418</b>	<b>84</b>	<b>175</b>

### STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 31 MARCH 2016

	Ordinary shares MUR'm	Class A shares MUR'm	Treasury shares MUR'm	Share application monies MUR'm	Retained earnings MUR'm	Other reserves MUR'm	Non- controlling interests MUR'm	Total MUR'm
At 1 July 2014 (audited)	1,748	1,386	(406)	-	332	273	-	3,333
Issue of shares	-	-	406	-	-	-	-	406
Profit for the period	-	-	-	-	84	-	-	84
Other comprehensive income	-	-	-	-	-	-	-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>84</b>	<b>-</b>	<b>-</b>	<b>84</b>
Incidental costs on issue of shares	(69)	(1)	-	-	-	-	-	(70)
Share-based payments	-	-	-	-	-	9	-	9
Appropriation of reserves	-	-	-	-	(163)	163	-	-
Dividends paid - Ordinary shares	-	-	-	-	(118)	-	-	(118)
Dividends paid - Class A shares	-	-	-	-	(68)	-	-	(68)
<b>At 31 March 2015 (unaudited)</b>	<b>1,679</b>	<b>1,385</b>	<b>-</b>	<b>-</b>	<b>67</b>	<b>445</b>	<b>-</b>	<b>3,576</b>
At 1 July 2015 (audited)	2,591	1,386	-	17	107	417	-	4,518
Issue of shares	17	-	-	(17)	-	-	-	-
Profit for the period	-	-	-	-	418	-	-	418
Other comprehensive income	-	-	-	-	-	-	-	-
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>418</b>	<b>-</b>	<b>-</b>	<b>418</b>
Appropriation of reserves	-	-	-	-	(104)	104	-	-
Dividends paid - Ordinary shares	-	-	-	-	(27)	-	-	(27)
Dividends paid - Class A shares	-	-	-	-	(71)	-	-	(71)
<b>At 31 March 2016 (unaudited)</b>	<b>2,608</b>	<b>1,386</b>	<b>-</b>	<b>-</b>	<b>323</b>	<b>521</b>	<b>-</b>	<b>4,838</b>

### MANAGEMENT COMMENTS

The Bank reported an operating profit of MUR564m for the nine months ended 31 March 2016. This shows a 20% increase from MUR471m the previous period. Total Operating Income grew during the same period by 18%, from MUR1,2bn to MUR1,4bn. All business lines Treasury, Corporate and Consumer Banking contributed towards the growth in top lines.

Total Operating Expenses rose from MUR410m to MUR451m in line with budget. The Bank's Net Profit after Tax stood at MUR418m for the period ended 31 March 2016.

Loans and Advances for the period up to 31 March 2016 remained the same level as at 30 June 2015. This is explained by a prudent and conservative approach towards growth on assets. Deposits recorded an increase of 16% from June 2015 to March 2016 which was encouraging.