

# Unaudited Interim Financial Statements for the six months ended 31 December 2015

## AFRASIA BANK LIMITED

### STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2015

	As at 31 December 2015 Unaudited	As at 31 December 2014 Unaudited	As at 30 June 2015 Audited
	MUR' 000	MUR' 000	MUR' 000
<b>ASSETS</b>			
Cash and balances with the Central Bank	2,517,510	1,328,403	2,512,469
Due from banks	49,841,892	23,768,476	41,434,529
Derivative financial instruments	-	106,678	68,527
Other financial assets held-for-trading	3,522,898	1,304,849	1,967,124
Loans and advances to customers	21,848,970	21,012,958	21,707,868
Financial investments held-to-maturity	4,609,334	6,350,927	5,071,692
Investment in subsidiaries	189,563	430,051	189,563
Equipment	122,641	95,508	98,955
Intangible assets	43,907	37,100	48,018
Other assets	298,834	191,709	288,151
Deferred tax assets	16,005	9,682	19,607
<b>TOTAL ASSETS</b>	<b>83,011,554</b>	<b>54,636,341</b>	<b>73,406,503</b>
<b>LIABILITIES AND EQUITY</b>			
Due to banks	350,354	305,670	227,411
Derivative financial instruments	5,310	66,341	54,775
Deposits from customers	76,333,712	48,856,096	66,928,651
Debts issued	1,107,132	1,051,632	1,094,275
Other liabilities	179,886	310,833	531,786
Current tax liabilities	80,921	54,239	51,327
<b>TOTAL LIABILITIES</b>	<b>78,057,315</b>	<b>50,644,811</b>	<b>68,888,225</b>
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT</b>			
Ordinary shares	2,608,221	1,711,962	2,590,959
Class A shares	1,385,768	1,385,318	1,385,768
Share application monies	-	-	17,262
Retained earnings	460,088	507,647	107,087
Other reserves	500,162	386,603	417,202
<b>TOTAL EQUITY</b>	<b>4,954,239</b>	<b>3,991,530</b>	<b>4,518,278</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>83,011,554</b>	<b>54,636,341</b>	<b>73,406,503</b>

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 31 DECEMBER 2015

	Six months ended 31 December 15 Unaudited	Six months ended 31 December 14 Unaudited	Year ended 30 June 15 Audited
	MUR' 000	MUR' 000	MUR' 000
Interest income	867,356	779,969	1,609,153
Interest expense	(401,312)	(365,415)	(748,564)
<b>Net interest income</b>	<b>466,044</b>	<b>414,554</b>	<b>860,589</b>
Fees and commission income	170,276	128,103	285,987
Fees and commission expense	(68,784)	(25,545)	(72,768)
<b>Net fees and commission income</b>	<b>101,492</b>	<b>102,558</b>	<b>213,219</b>
Net trading income	280,454	178,999	471,082
Other operating income	72,779	16,526	101,863
<b>Total operating income</b>	<b>920,769</b>	<b>712,637</b>	<b>1,646,753</b>
Net allowance for credit impairment	(93,601)	(35,806)	(500,278)
<b>Net operating income</b>	<b>827,168</b>	<b>676,831</b>	<b>1,146,475</b>
Personnel expenses	(167,781)	(129,561)	(294,044)
Depreciation of equipment	(9,771)	(5,891)	(13,536)
Amortisation of intangible assets	(4,363)	(3,916)	(8,729)
Other operating expenses	(113,618)	(118,023)	(273,373)
<b>Total operating expenses</b>	<b>(295,533)</b>	<b>(257,391)</b>	<b>(589,682)</b>
<b>Operating profit</b>	<b>531,635</b>	<b>419,440</b>	<b>556,793</b>
Impairment loss on subsidiary	-	-	(302,554)
Profit before tax	531,635	419,440	254,239
Tax expense	(95,674)	(68,688)	(79,208)
<b>Profit for the period/year</b>	<b>435,961</b>	<b>350,752</b>	<b>175,031</b>

### STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 31 DECEMBER 2015

	Ordinary shares	Treasury shares	Class A Shares	Share application monies	Retained earnings	Other reserves	Total
	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000
<b>At 1 July 2014</b>	1,747,639	(405,776)	1,386,244	-	332,175	272,953	3,333,235
Profit for the period	-	-	-	-	350,752	-	350,752
Other comprehensive income	-	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	-	-	350,752	-	350,752
Expense arising from equity-settled share-based payment	-	-	-	-	-	6,302	6,302
Incidental cost on issue of shares	-	-	(926)	-	-	-	(926)
Issue of shares	-	405,776	-	-	-	-	405,776
Capital reserve	(35,677)	-	-	-	-	-	(35,677)
Statutory reserve	-	-	-	-	(35,208)	35,208	-
Appropriation of reserves	-	-	-	-	(72,141)	72,141	-
Dividends	-	-	-	-	(67,930)	-	(67,930)
<b>At 31 December 2014</b>	<b>1,711,962</b>	<b>-</b>	<b>1,385,318</b>	<b>-</b>	<b>507,648</b>	<b>386,604</b>	<b>3,991,532</b>
<b>At 1 July 2014</b>	1,747,639	(405,776)	1,386,244	-	332,175	272,953	3,333,235
Profit for the year	-	-	-	-	175,031	-	175,031
Other comprehensive income	-	-	-	-	-	-	-
<b>Total comprehensive income for the year</b>	-	-	-	-	175,031	-	175,031
Issue of shares	843,320	405,776	-	-	-	-	1,249,096
Incidental cost on issue of shares	-	-	(476)	-	-	-	(476)
Share application monies	-	-	-	17,262	-	-	17,262
Share-based payments	-	-	-	-	-	(360)	(360)
Appropriation of reserves	-	-	-	-	(144,609)	144,609	-
Dividends	-	-	-	-	(255,510)	-	(255,510)
<b>At 30 June 2015</b>	<b>2,590,959</b>	<b>-</b>	<b>1,385,768</b>	<b>17,262</b>	<b>107,087</b>	<b>417,202</b>	<b>4,518,278</b>
<b>At 1 July 2015</b>	2,590,959	-	1,385,768	17,262	107,087	417,202	4,518,278
Profit for the period	-	-	-	-	435,961	-	435,961
Other comprehensive income	-	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	-	-	435,961	-	435,961
Issue of shares	17,262	-	-	-	-	-	17,262
Share Application Monies	-	-	-	(17,262)	-	-	(17,262)
Appropriation of reserves	-	-	-	-	(82,960)	82,960	-
<b>At 31 December 2015</b>	<b>2,608,221</b>	<b>-</b>	<b>1,385,768</b>	<b>-</b>	<b>460,088</b>	<b>500,162</b>	<b>4,954,239</b>

### MANAGEMENT'S COMMENTS

The Bank reported a Net Profit after Tax of MUR436m for the 6 months ended 31 December 2015, a 24% growth compared to a similar period in the previous financial year 2014/15. This is explained by a growth in trading income of 57%. Net Interest Income reflected an increase of 12%, while net fees and commission income was almost at par with the same period last year.

Growth in customer loans and advances was slow for the 6 months of the financial year 2015/16, closing on MUR21.8bn as at 31 December 2015, partly explained by a challenging environment and a cautious growth. Customer Deposits grew by 16%, reflecting the confidence reposed in the Bank by its growing customer base.