

# Unaudited Interim Financial Statements for the quarter ended 30 September 2012

## AFRASIA BANK LIMITED

### STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2012

	Quarter ended 30 September 2012	Year ended 30 June 2012
	Rs.	Rs.
Interest income	232,643,563	829,230,689
Interest expense	(152,816,143)	(506,702,307)
<b>Net interest income</b>	<b>79,827,420</b>	<b>322,528,382</b>
Fees and commission income	25,672,618	116,006,675
Fees and commission expense	(3,771,085)	(14,576,701)
<b>Net fees and commission income</b>	<b>21,901,533</b>	<b>101,429,974</b>
Net trading income	26,651,503	62,056,737
Other operating income	202,787	11,210,410
<b>Total operating income</b>	<b>128,583,243</b>	<b>497,225,503</b>
Net allowance for credit impairment	(3,498,150)	(24,874,478)
<b>Net operating income</b>	<b>125,085,093</b>	<b>472,351,025</b>
Personnel expenses	(32,533,209)	(172,852,372)
Depreciation of equipment	(861,458)	(3,226,406)
Amortisation of intangible assets	(1,310,548)	(4,031,198)
Other operating expenses	(30,626,291)	(91,881,232)
<b>Total operating expenses</b>	<b>(65,331,506)</b>	<b>(271,991,208)</b>
<b>Profit before tax</b>	<b>59,753,587</b>	<b>200,359,817</b>
Tax expense	(6,344,149)	(20,092,051)
<b>Profit for the period/year</b>	<b>53,409,438</b>	<b>180,267,766</b>
Other comprehensive income	-	-
<b>Total comprehensive income for the period/year</b>	<b>53,409,438</b>	<b>180,267,766</b>

### STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2012

	As at 30 September 2012	As at 30 June 2012
	Rs.	Rs.
<b>ASSETS</b>		
Cash and balances with the Central Bank	1,220,677,699	676,371,624
Due from banks	3,428,641,837	3,527,119,302
Derivative financial instruments	38,818,814	123,782,046
Other financial assets-held-for-trading	693,908,107	1,162,543,500
Loans and advances to customers	13,326,508,598	12,784,435,754
Financial investments-held-to-maturity	4,268,875,497	3,506,007,725
Investment in subsidiaries	355,903,514	363,163,638
Equipment	14,460,845	14,313,604
Intangible assets	17,323,345	17,094,812
Deferred tax assets	7,637,567	7,637,567
Other assets	57,402,113	29,365,439
<b>TOTAL ASSETS</b>	<b>23,430,157,936</b>	<b>22,211,835,011</b>
<b>LIABILITIES AND EQUITY</b>		
Due to banks	15,789,347	8,516,013
Derivative financial instruments	16,425,631	63,249,865
Deposits from customers	20,546,745,059	19,628,367,164
Debts issued	716,417,644	565,479,715
Amount due to subsidiary	125,817,106	123,146,176
Current tax liabilities	15,975,896	9,631,747
Other liabilities	257,370,278	131,281,959
<b>TOTAL LIABILITIES</b>	<b>21,694,540,961</b>	<b>20,529,672,639</b>
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT</b>		
Issued capital	1,398,457,492	1,398,457,492
Retained earnings	239,729,138	189,817,849
Other reserves	97,430,345	93,887,031
<b>TOTAL EQUITY</b>	<b>1,735,616,975</b>	<b>1,682,162,372</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>23,430,157,936</b>	<b>22,211,835,011</b>

### STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 30 SEPTEMBER 2012

	Issued capital	Retained earnings	Other reserves	Total
	Rs.	Rs.	Rs.	Rs.
At 1 July 2011	921,638,335	91,263,376	46,487,399	1,059,389,110
Issue of shares	476,819,157	-	-	476,819,157
Profit for the year	-	180,267,766	-	180,267,766
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	-	180,267,766	-	180,267,766
Share-based payments	-	-	247,217	247,217
Appropriation of reserves	-	(47,152,415)	47,152,415	-
Dividends	-	(34,560,878)	-	(34,560,878)
At 30 June 2012	1,398,457,492	189,817,849	93,887,031	1,682,162,372
<b>At 1 July 2012</b>	<b>1,398,457,492</b>	<b>189,817,849</b>	<b>93,887,031</b>	<b>1,682,162,372</b>
Issue of shares	-	-	-	-
Profit for the period	-	53,409,438	-	53,409,438
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>53,409,438</b>	<b>-</b>	<b>53,409,438</b>
Share-based payments	-	-	45,165	45,165
Appropriation of reserves	-	(3,498,149)	3,498,149	-
Dividends	-	-	-	-
At 30 September 2012	1,398,457,492	239,729,138	97,430,345	1,735,616,975

### MANAGEMENT'S COMMENTS

Despite a challenging operating environment with persisting economic crisis and increasing concerns of the Eurozone, AfrAsia Bank has recorded a net profit after tax of Rs53,4m for the 3 months ended 30 September 2012, a 77% increase compared to the corresponding 2011/12 period. This was mainly fuelled by a net interest income of Rs79,8m, reflecting the Bank's continued commitment to customer lending.

Our commitment to building and maintaining collaborative and privileged relationships with our clients grew our deposit base by Rs918,4m over the quarter to reach Rs20,5bn. Our loan book also grew to Rs13,3bn during that period.

With a satisfactory first quarter, AfrAsia Bank remains ready to respond to changing client needs and pursue its "bank different" strategy.