

Financial statements for the quarter ended 30th September 2011

ABRIDGED UNAUDITED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30TH SEPTEMBER 2011

	AFRASIA BANK LIMITED	
	Quarter ended 30-Sept-2011	Year ended 30-Jun-2011
	Rs.	Rs.
Interest income	185,874,153	543,017,482
Interest expense	(119,035,803)	(324,271,915)
Net interest income	66,838,350	218,745,567
Fees and commission income	28,889,017	53,752,370
Fees and commission expense	(2,637,165)	(10,942,605)
Net fees and commission income	26,251,852	42,809,765
Net trading income	3,834,777	107,978,574
Other operating income	63,257	144,357
Total operating income	96,988,236	369,678,263
Net allowance for credit impairment	(2,746,039)	(25,299,641)
Net operating income	94,242,197	344,378,622
Personnel expenses	(30,922,979)	(126,720,957)
Depreciation of equipment	(771,717)	(3,046,724)
Amortisation of intangible assets	(916,839)	(3,601,221)
Other operating expenses	(21,863,905)	(68,297,982)
Total operating expenses	(54,475,440)	(201,666,884)
Profit before tax	39,766,757	142,711,738
Tax expense	(9,648,294)	(26,567,883)
Profit for the year	30,118,463	116,143,855
Other comprehensive income for the period/year, net of income tax	-	-
Total comprehensive income for the period/year	30,118,463	116,143,855
Profit attributable to equity holders of the Parent	30,118,463	116,143,855
Total comprehensive income attributable to equity holders of the Parent	30,118,463	116,143,855

ABRIDGED UNAUDITED STATEMENT OF CHANGES IN EQUITY AS AT 30TH SEPTEMBER 2011

AFRASIA BANK LIMITED	Issued capital	Retained earnings	Other reserves	Total
	Rs.	Rs.	Rs.	Rs.
At 1 July 2010	653,977,649	14,807,164	12,418,250	681,203,063
Issue of shares	267,660,686	-	-	267,660,686
Profit for the year	-	116,143,855	-	116,143,855
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	-	116,143,855	-	116,143,855
Share-based payments	-	-	3,953,869	3,953,869
Appropriation of reserves	-	(30,115,280)	30,115,280	-
Dividends paid	-	(9,572,363)	-	(9,572,363)
At 30 June 2011	921,638,335	91,263,376	46,487,399	1,059,389,110
At 1 July 2011	921,638,335	91,263,376	46,487,399	1,059,389,110
Issue of shares	-	-	-	-
Profit for the period	-	30,118,463	-	30,118,463
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	30,118,463	-	30,118,463
Share-based payments	-	-	61,804	61,804
Portfolio reserves	-	-	(2,244,500)	(2,244,500)
At 30 September 2011	921,638,335	121,381,839	44,304,703	1,087,324,877

ABRIDGED UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2011

	AFRASIA BANK LIMITED	
	30-Sept-2011	30-Jun-2011
	Rs.	Rs.
ASSETS		
Cash and balances with Central Bank	804,441,389	1,085,084,764
Due from banks	3,106,138,635	3,944,929,389
Derivative financial instruments	43,114,864	101,097,074
Other financial assets held-for-trading	721,647,179	441,804,000
Loans and advances to customers	10,305,674,733	8,549,378,712
Investment in subsidiary	25,000,000	25,000,000
Investment in associates	5,022,438	5,022,438
Financial investments held-to-maturity	2,797,331,588	2,560,492,783
Equipment	13,126,593	13,354,813
Intangible assets	12,674,183	13,591,022
Deferred tax assets	2,494,027	2,494,027
Other assets	29,841,716	19,900,410
TOTAL ASSETS	17,866,507,345	16,762,149,432
LIABILITIES AND EQUITY		
Due to banks	22,603,862	28,483,333
Derivative financial instruments	47,364,264	48,483,333
Deposits from customers	16,070,733,047	14,962,538,164
Debts issued	422,256,050	421,574,481
Amount due to subsidiary	128,244,878	125,516,298
Current tax liabilities	26,533,852	18,385,558
Other liabilities	61,446,514	97,941,160
TOTAL LIABILITIES	16,779,182,468	15,702,760,322
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF PARENT		
Issued capital	921,638,335	921,638,335
Retained earnings	121,381,839	91,263,376
Other reserves	44,304,703	46,487,399
TOTAL EQUITY	1,087,324,877	1,059,389,110
TOTAL LIABILITIES AND EQUITY	17,866,507,345	16,762,149,432

MANAGEMENT'S COMMENTS

The Bank recorded a net profit after tax for the quarter ended 30 September 2011 of Rs 30m, up 98.7% on the corresponding period 2010/2011. This was an excellent performance, given the unstable international economic environment.

The Bank achieved a satisfactory Net Interest Income of Rs 66,8m for the quarter ended 30 September 2011, reflecting the Bank's continued commitment to customer lending along with attractive deposit campaigns across various currencies.

The Bank is closely monitoring its non-interest expenses so that they are within the approved levels set by the Board.

AfrAsia Bank customer asset base of Rs 10,3bn at the end of September 2011 was primarily comprised of loans and advances, bills discounted and credit card debtors.

Growth in the Bank's deposit base was also strong, reaching over Rs 16bn due to a strong relationship strategy in its target segments.