Unaudited Interim Condensed Financial Statements for the six months ended **31 December 2021**AFRASIA BANK LIMITED GROUP



Statements of Financial Position as at 31 December 2021

	THE GROUP			THE BANK			
	As at 31 December 2021 Unaudited	As at 31 December 2020 Unaudited	As at 30 June 2021 Audited	As at 31 December 2021 Unaudited	As at 31 December 2020 Unaudited	As at 30 June 2021 Audited	
ASSETS	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	
Cash and cash equivalents	87,272,873	68,023,154	97,810,111	87,272,863	68,023,142	97,810,099	
Due from banks	16,547,048	19,321,943	17,974,090	16,547,048	19,321,943	17,974,090	
Derivative financial instruments	429,745	257,214	407,880	429,745	257,214	407,880	
oans and advances to banks	10,479,160	5,122,957	6,638,835	10,479,160	5,122,957	6,638,835	
oans and advances to customers	24,916,761	19,577,413	18,749,929	24,916,761	19,577,413	18,749,929	
envestment securities	56,730,000	54,954,658	45,410,195	56,730,000	54,925,789	45,410,195	
sset held for distribution	-	13,619	-	-	38,277	-	
roperty and equipment	131,754	156,277	137,437	131,754	156,277	137,437	
ight of use assets	46,254	62,722	44,518	46,254	62,722	44,518	
ntangible assets	327,528	289,406	288,679	327,528	289,406	288,679	
eferred tax assets	123,853	149,302	149,593	123,853	149,302	149,593	
ther assets	2,631,280	2,371,814	2,471,954	2,631,280	2,377,599	2,471,954	
OTAL ASSETS	199,636,256	170,300,479	190,083,221	199,636,246	170,302,041	190,083,209	
QUITY AND LIABILITIES IABILITIES THE TOTAL THE	323	3,033	1,000,122	323	3,033	1,000,122	
		,	, ,		,	, ,	
eposits from banks eposits from customers	465,913	163,573	364,726 178,832,286	465,913	163,573	364,726	
provings from financial institution	188,681,686	160,376,669	170,032,200	188,695,301	160,393,662	178,846,558	
erivative financial instruments	146,323	175,036	210,392	146,323	175,036	210,392	
etirement benefit obligations	263,776	99,851	73,189	263,776	99,851	73,189	
urrent tax liabilities	73,189 87,953	88,574	85,647	73,189 87,953	88,574	85,647	
ease liabilities	48,927	65,937	47,658	48,927	65,937	47,658	
ther liabilities	343,731	359,175	412,507	337,665	359,123	407,993	
abilities directly associated with asset held for distribution	343,731	12,617	412,307	337,003	559,125	407,993	
OTAL LIABILITIES	190,111,821	161,344,465	181,026,527	190,119,370	161,348,789	181,036,285	
QUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE ARENT	,,		,	,,		,	
ordinary shares	3,641,049	3,641,049	3,641,049	3,641,049	3,641,049	3,641,049	
lass A shares	1,385,768	1,399,768	1,385,768	1,385,768	1,385,768	1,385,768	
etained earnings	3,036,152	2,695,109	2,693,075	3,010,082	2,716,705	2,664,794	
ther reserves	1,461,466	1,220,088	1,336,802	1,479,977	1,209,730	1,355,313	
OTAL EQUITY	9,524,435	8,956,014	9,056,694	9,516,876	8,953,252	9,046,924	
OTAL EQUITY AND LIABILITIES	199,636,256	170,300,479	190,083,221	199,636,246	170,302,041	190,083,209	

Unaudited Interim Condensed Financial Statements for the six months ended **31 December 2021**AFRASIA BANK LIMITED GROUP

Statements of Profit or Loss and Other Comprehensive Income for the six months ended 31 December 2021

	THE GROUP				THE BANK					
	Three months ended 31 December 2021 Unaudited	Three months ended 31 December 2020 Unaudited	Six months ended 31 December 2021 Unaudited	Six months ended 31 December 2020 Unaudited	Year ended 30 June 2021 Audited	Three months ended 31 December 2021 Unaudited	Three months ended 31 December 2020 Unaudited	Six months ended 31 December 2021 Unaudited	Six months ended 31 December 2020 Unaudited	Year ended 30 June 2021 Audited
	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000
Interest income	445,614	420,393	852,463	896,901	1,684,412	445,614	420,393	852,463	896,901	1,684,412
Interest expense	(132,085)	(155,446)	(257,542)	(322,834)	(613,283)	(131,737)	(155,446)	(256,849)	(322,834)	(611,994)
Net interest income, calculated using EIR method	313,529	264,947	594,921	574,067	1,071,129	313,877	264,947	595,614	574,067	1,072,418
Fee and commission income	263,623	208,570	498,773	427,712	877,757	263,623	216,653	498,773	427,806	877,870
Fee and commission expense	(85,995)	(86,358)	(171,187)	(176,452)	(313,605)	(85,995)	(88,498)	(171,186)	(178,222)	(315,370)
Net fee and commission income	177,628	122,212	327,586	251,260	564,152	177,628	128,155	327,587	249,584	562,500
Net trading income	290,094	232,433	623,472	455,304	948,341	290,795	231,567	624,173	454,039	945,243
Other (losses)/gains	347	211	(973)	211	1,696	(46)	211	(973)	211	1,696
Other operating income	-	(53)	-	-	(1,843)	-	-	-	-	(106)
Total operating income	781,598	619,750	1,545,006	1,280,842	2,583,475	782,254	624,880	1,546,401	1,277,901	2,581,751
Net impairment loss on financial assets	(4,550)	(311,855)	(13,137)	(336,759)	(470,747)	(4,550)	(311,855)	(13,137)	(336,759)	(465, 131)
Net operating income	777,048	307,895	1,531,869	944,083	2,112,728	777,704	313,025	1,533,264	941,142	2,116,620
Personnel expenses	(189,414)	(125,403)	(371,946)	(291,456)	(662,934)	(189,414)	(133,243)	(371,946)	(291,456)	(662,934)
Depreciation of property and equipment	(6,273)	(8,834)	(13,204)	(18,497)	(35,633)	(6,273)	(8,902)	(13,204)	(18,497)	(35,633)
Depreciation of right of use assets	(7,781)	(8,197)	(15,411)	(16,365)	(32,912)	(7,781)	(8,197)	(15,411)	(16,365)	(32,912)
Amortisation of intangible assets	(9,325)	(9,929)	(18,833)	(23,072)	(41,966)	(9,325)	(9,936)	(18,833)	(23,072)	(41,966)
Other operating expenses	(83,711)	(65,766)	(209,591)	(168,016)	(313,733)	(83,214)	(69,120)	(208,775)	(166,940)	(319,544)
Total operating expenses	(296,504)	(218,129)	(628,985)	(517,406)	(1,087,178)	(296,007)	(229,398)	(628,169)	(516,330)	(1,092,989)
Operating profit	480,544	89,766	902,884	426,677	1,025,550	481,697	83,627	905,095	424,812	1,023,631
Gain on disposal of subsidiary	-	-	-	-	52,451	-	-	-	-	-
Profit before tax	480,544	89,766	902,884	426,677	1,078,001	481,697	83,627	905,095	424,812	1,023,631
Tax expense	(54,743)	(33,910)	(135,322)	(74,506)	(148,405)	(54,743)	(33,910)	(135,322)	(74,506)	(148,405)
Profit for the period/year from continuing operations	425,801	55,856	767,562	352,171	929,596	426,954	49,717	769,773	350,306	875,226
Discontinued operations										
Loss for the period/year from discontinued operations	-	(10,912)	-	(10,912)	(13,540)	-	-	-	-	-
Profit for the period/year	425,801	44,944	767,562	341,259	916,056	426,954	49,717	769,773	350,306	875,226
Other comprehensive income/(loss) that will not be reclassified to profit or loss:										
Remeasurement of retirement benefit obligations	-	-	-	-	41,444	-	-	-	-	41,444
Deferred tax on remeasurement of retirement benefit obligations		-	-	-	(2,446)	-	-	-	-	(2,446)
Fair value (loss)/gain on equity instruments designated at		/		,	(05 = 2 ()		(
fair value through other comprehensive income	209	756	209	1,550	(25,736)	209	(101)	209	(101)	1,482
Other comprehensive income/(loss) for the period/year	209	756 756	209	1,550 1,550	13,262	209	(101)	209	(101)	40,480
Total comprehensive income for the period/year	209	750	209	1,550	13,262	209	(101)	209	(101)	40,480
attributable to equity holders of the parent	426,010	45,700	767,771	342,809	929,318	427,163	49,616	769,982	350,205	915,706



Statements of Changes in Equity for the six months ended 31 December 2021

THE GROUP	Ordinary shares	Class A shares	Retained earnings	Other reserves	Total
	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000
At 1 July 2020 (audited)	3,641,049	1,399,768	2,285,239	1,325,426	8,651,482
Profit for the period	-	-	341,259	-	341,259
Other comprehensive income	-	-	-	1,550	1,550
Total comprehensive income for the period	-	-	341,259	1,550	342,809
Reversal of provision in relation to Bank of Mauritius Guideline	-	-	146,054	(146,054)	-
Appropriation of reserves	-	-	(39, 166)	39,166	-
Dividends		-	(38,277)	-	(38,277)
At 31 December 2020 (unaudited)	3,641,049	1,399,768	2,695,109	1,220,088	8,956,014
At 1 July 2020 (audited)	3,641,049	1,399,768	2,285,239	1,325,426	8,651,482
Profit for the year	-	-	916,056	-	916,056
Other comprehensive income/(loss)	_	-	38,998	(25,736)	13,262
Total comprehensive income/(loss) for the year	-	-	955,054	(25,736)	929,318
Reversal of provision in relation to Bank of Mauritius Guideline	-	-	146,054	(146,054)	-
Appropriation of reserves	-	-	(183,166)	183,166	-
Deconsolidation adjustment	-	(14,000)	-	-	(14,000)
Dividends		-	(510,106)	-	(510,106)
At 30 June 2021 (audited)	3,641,049	1,385,768	2,693,075	1,336,802	9,056,694
At 1 July 2021 (audited)	3,641,049	1,385,768	2,693,075	1,336,802	9,056,694
Profit for the period	-	-	767,562	-	767,562
Other comprehensive income	-	-	-	209	209
Total comprehensive income for the period	-	-	767,562	209	767,771
Appropriation of reserves	-	-	(124,455)	124,455	-
Dividends		-	(300,030)	-	(300,030)
At 31 December 2021 (unaudited)	3,641,049	1,385,768	3,036,152	1,461,466	9,524,435
THE BANK					
THE BANK	Ordinary shares	Class A shares	Retained earnings	Other reserves	Total
THE DANK			Retained earnings	Other reserves	Total MUR'000
	shares MUR'000	shares MUR'000	earnings MUR'000	reserves MUR'000	MUR'000
At 1 July 2020 (audited) Profit for the period	shares	shares	earnings	reserves	
At 1 July 2020 (audited)	shares MUR'000	shares MUR'000	earnings MUR'000 2,297,788	reserves MUR'000	MUR'000 8,641,324
At 1 July 2020 (audited) Profit for the period	shares MUR'000	shares MUR'000	earnings MUR'000 2,297,788	mur'000 1,316,719	MUR'000 8,641,324 350,306
At 1 July 2020 (audited) Profit for the period Other comprehensive loss	shares MUR'000	shares MUR'000	earnings MUR'000 2,297,788 350,306	reserves MUR'000 1,316,719 - (101)	MUR'000 8,641,324 350,306 (101
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period	shares MUR'000	shares MUR'000	earnings MUR'000 2,297,788 350,306	reserves MUR'000 1,316,719 - (101) (101)	MUR'000 8,641,324 350,306 (101 350,205
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends	shares MUR'000 3,641,049	shares MUR'000 1,385,768	earnings MUR'000 2,297,788 350,306 350,306 146,054 (39,166) (38,277)	reserves MUR'000 1,316,719 - (101) (101) (146,054) 39,166 -	MUR'000 8,641,324 350,306 (101 350,205 - - (38,277
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves	shares MUR'000	shares MUR'000	earnings MUR'000 2,297,788 350,306 - 350,306 146,054 (39,166)	reserves MUR'000 1,316,719 - (101) (101) (146,054)	MUR'000 8,641,324 350,306 (101 350,205
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited)	shares MUR'000 3,641,049	shares MUR'000 1,385,768	earnings MUR'000 2,297,788 350,306 - 350,306 146,054 (39,166) (38,277) 2,716,705	reserves MUR'000 1,316,719 - (101) (101) (146,054) 39,166 - 1,209,730	MUR'000 8,641,324 350,306 (101 350,205 - (38,277 8,953,252
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited)	shares MUR'000 3,641,049	shares MUR'000 1,385,768	earnings MUR'000 2,297,788 350,306 350,306 146,054 (39,166) (38,277) 2,716,705	reserves MUR'000 1,316,719 - (101) (101) (146,054) 39,166 -	MUR'000 8,641,324 350,306 (101 350,205 - (38,277 8,953,252
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited) Profit for the year	shares MUR'000 3,641,049	shares MUR'000 1,385,768	earnings MUR'000 2,297,788 350,306 350,306 146,054 (39,166) (38,277) 2,716,705 2,297,788 875,226	reserves MUR'000 1,316,719 - (101) (101) (146,054) 39,166 - 1,209,730 1,316,719	MUR'000 8,641,324 350,306 (101 350,205 - (38,277 8,953,252 8,641,324 875,226
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited)	shares MUR'000 3,641,049	shares MUR'000 1,385,768	earnings MUR'000 2,297,788 350,306 350,306 146,054 (39,166) (38,277) 2,716,705	reserves MUR'000 1,316,719 - (101) (101) (146,054) 39,166 - 1,209,730	MUR'000 8,641,324 350,306 (101 350,205 - (38,277 8,953,252
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited) Profit for the year Other comprehensive income	shares MUR'000 3,641,049	shares MUR'000 1,385,768	earnings MUR'000 2,297,788 350,306 - 350,306 146,054 (39,166) (38,277) 2,716,705 2,297,788 875,226 38,998	reserves MUR'000 1,316,719 - (101) (101) (146,054) 39,166 - 1,209,730 1,316,719 - 1,482	MUR'000 8,641,324 350,306 (101 350,205 (38,277 8,953,252 8,641,324 875,226 40,480
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited) Profit for the year Other comprehensive income Total comprehensive income for the year	shares MUR'000 3,641,049	shares MUR'000 1,385,768	earnings MUR'000 2,297,788 350,306 350,306 146,054 (39,166) (38,277) 2,716,705 2,297,788 875,226 38,998 914,224	reserves MUR'000 1,316,719 - (101) (146,054) 39,166 - 1,209,730 1,316,719 - 1,482 1,482	MUR'000 8,641,324 350,306 (101 350,205 (38,277 8,953,252 8,641,324 875,226 40,480
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited) Profit for the year Other comprehensive income Total comprehensive income for the year Reversal of provision in relation to Bank of Mauritius Guideline	shares MUR'000 3,641,049	shares MUR'000 1,385,768	earnings MUR'000 2,297,788 350,306 146,054 (39,166) (38,277) 2,716,705 2,297,788 875,226 38,998 914,224 146,054	reserves MUR'000 1,316,719 - (101) (101) (146,054) 39,166 - 1,209,730 1,316,719 - 1,482 1,482 (146,054)	MUR'000 8,641,324 350,306 (101 350,205 (38,277 8,953,252 8,641,324 875,226 40,480
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited) Profit for the year Other comprehensive income Total comprehensive income for the year Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves	shares MUR'000 3,641,049	shares MUR'000 1,385,768	earnings MUR'000 2,297,788 350,306 350,306 146,054 (39,166) (38,277) 2,716,705 2,297,788 875,226 38,998 914,224 146,054 (183,166)	reserves MUR'000 1,316,719 - (101) (101) (146,054) 39,166 - 1,209,730 1,316,719 - 1,482 1,482 (146,054)	MUR'000 8,641,324 350,306 (101 350,205 (38,277 8,953,252 8,641,324 875,226 40,480 915,706
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited) Profit for the year Other comprehensive income Total comprehensive income for the year Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 30 June 2021 (audited)	shares MUR'000 3,641,049	shares MUR'000 1,385,768 1,385,768 1,385,768 1,385,768	earnings MUR'000 2,297,788 350,306 146,054 (39,166) (38,277) 2,716,705 2,297,788 875,226 38,998 914,224 146,054 (183,166) (510,106) 2,664,794	reserves MUR'000 1,316,719 - (101) (101) (146,054) 39,166 - 1,209,730 1,316,719 - 1,482 (146,054) 183,166 - 1,355,313	MUR'000 8,641,324 350,306 (101 350,205 (38,277 8,953,252 8,641,324 875,226 40,480 915,706
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited) Profit for the year Other comprehensive income Total comprehensive income for the year Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 30 June 2021 (audited) At 1 July 2021 (audited)	shares MUR'000 3,641,049	shares MUR'000 1,385,768 1,385,768 1,385,768	earnings MUR'000 2,297,788 350,306 350,306 146,054 (39,166) (38,277) 2,716,705 2,297,788 875,226 38,998 914,224 146,054 (183,166) (510,106) 2,664,794 2,664,794	reserves MUR'000 1,316,719 - (101) (101) (146,054) 39,166 - 1,209,730 1,316,719 - 1,482 1,482 (146,054) 183,166	MUR'000 8,641,324 350,306 (101 350,205 (38,277 8,953,252 8,641,324 875,226 40,480 915,706 (510,106 9,046,924
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited) Profit for the year Other comprehensive income Total comprehensive income for the year Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 30 June 2021 (audited) At 1 July 2021 (audited) Profit for the period	shares MUR'000 3,641,049	shares MUR'000 1,385,768 1,385,768 1,385,768 1,385,768	earnings MUR'000 2,297,788 350,306 146,054 (39,166) (38,277) 2,716,705 2,297,788 875,226 38,998 914,224 146,054 (183,166) (510,106) 2,664,794	reserves MUR'000 1,316,719 - (101) (101) (146,054) 39,166 - 1,209,730 1,316,719 - 1,482 (146,054) 183,166 - 1,355,313 1,355,313	MUR'000 8,641,324 350,306 (101 350,205 (38,277 8,953,252 8,641,324 875,226 40,480 915,706 (510,106 9,046,924 9,046,924
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited) Profit for the year Other comprehensive income Total comprehensive income for the year Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 30 June 2021 (audited) At 1 July 2021 (audited) Profit for the period Other comprehensive income	shares MUR'000 3,641,049	shares MUR'000 1,385,768 1,385,768 1,385,768 1,385,768	earnings MUR'000 2,297,788 350,306 146,054 (39,166) (38,277) 2,716,705 2,297,788 875,226 38,998 914,224 146,054 (183,166) (510,106) 2,664,794 2,664,794 769,773 -	reserves MUR'000 1,316,719 - (101) (101) (146,054) 39,166 - 1,209,730 1,316,719 - 1,482 (146,054) 183,166 - 1,355,313	MUR'000 8,641,324 350,306 (101 350,205 (38,277 8,953,252 8,641,324 875,226 40,480 915,706 (510,106 9,046,924 769,773 209
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited) Profit for the year Other comprehensive income Total comprehensive income for the year Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 30 June 2021 (audited) At 1 July 2021 (audited) Profit for the period	shares MUR'000 3,641,049	shares MUR'000 1,385,768 1,385,768 1,385,768 1,385,768 1,385,768	earnings MUR'000 2,297,788 350,306 350,306 146,054 (39,166) (38,277) 2,716,705 2,297,788 875,226 38,998 914,224 146,054 (183,166) (510,106) 2,664,794 2,664,794	reserves MUR'000 1,316,719	MUR'000 8,641,324 350,306 (101 350,205 (38,277 8,953,252 8,641,324 875,226 40,480 915,706 (510,106 9,046,924 9,046,924
At 1 July 2020 (audited) Profit for the period Other comprehensive loss Total comprehensive income/(loss) for the period Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 31 December 2020 (unaudited) At 1 July 2020 (audited) Profit for the year Other comprehensive income Total comprehensive income for the year Reversal of provision in relation to Bank of Mauritius Guideline Appropriation of reserves Dividends At 30 June 2021 (audited) At 1 July 2021 (audited) Profit for the period Other comprehensive income Total comprehensive income Total comprehensive income for the period	shares MUR'000 3,641,049	shares MUR'000 1,385,768 1,385,768 1,385,768 1,385,768 1,385,768	earnings MUR'000 2,297,788 350,306 146,054 (39,166) (38,277) 2,716,705 2,297,788 875,226 38,998 914,224 146,054 (183,166) (510,106) 2,664,794 769,773 - 769,773	reserves MUR'000 1,316,719	MUR'000 8,641,324 350,306 (101 350,205 (38,277 8,953,252 8,641,324 875,226 40,480 915,706 (510,106 9,046,924 769,773 209

Unaudited Interim Condensed Financial Statements for the six months ended **31 December 2021**

AFRASIA BANK LIMITED GROUP



Statements of Cash Flows for the six months ended 31 December 2021

	THE GROUP				THE BANK			
	Six months ended 31 December 2021 Unaudited	Six months ended 31 December 2020 Unaudited	Year ended 30 June 2021 Audited	Six months ended 31 December 2021 Unaudited	Six months ended 31 December 2020 Unaudited	Year ended 30 June 2021 Audited		
	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000		
Net cash flows (used in)/generated from operating activities	(10,071,271)	(1,016,739)	29,285,044	(10,071,269)	(934,941)	29,288,763		
Net cash flows used in investing activities	(66,009)	(55,214)	(79,698)	(66,009)	(54,651)	(78,706)		
Net cash flows used in financing activities	(401,661)	(16,634)	(424,475)	(401,661)	(16,634)	(424,475)		
Net cash flows for the period/year	(10,538,941)	(1,088,587)	28,780,871	(10,538,939)	(1,006,226)	28,785,582		
Movement in cash and cash equivalents								
Cash and cash equivalents at 1 July	97,810,014	69,111,765	69,030,099	97,810,002	69,025,374	69,025,376		
Net (decrease)/increase in cash and cash equivalents	(10,538,941)	(1,088,587)	28,780,871	(10,538,939)	(1,006,226)	28,785,582		
Effect of IFRS 9 impairment credit/(charge)	1,477	960	(956)	1,477	960	(956)		
Cash and cash equivalents at end of period/year	87,272,550	68,024,138	97,810,014	87,272,540	68,020,108	97,810,002		

Management Comments

Financial Highlights

For the second quarter ended 31 December 2021, AfrAsia Bank Limited (the "Bank") has continued to deliver a steady financial performance despite the direct and indirect impacts of COVID-19 pandemic, including new variant fears, as well as restrictions on business and individual activities. For the six months ended 31 December 2021, the Bank achieved a net profit after tax ("NPAT") of MUR 769.8m, up 120% from the same period last year (December 2020: MUR 350.3m), driven by broad-based growth in trading income and fee income and lower impairment loss on financial assets compared to same period last year.

In comparison to same period last year, the Bank's net interest income increased by 4% to reached MUR 595.6m in this quarter from MUR 574.1m, despite a low interest rate environment.

Net fee and commission income rose by 31% to stand at MUR 327.6m as at end of December 2021 versus MUR 249.6m at December 2020, primarily supported by higher commissions and arrangement fees from wealth management activities.

Net trading income, being another major contributor to the increase in NPAT saw a rise of **37%** by **MUR 170.1m** to reach **MUR 624.2m** (December 2020: MUR 454.0m).

Impairment on financial assets of MUR 13.1m has been provided for in the financial statements. This includes bad debt recovered of MUR 33m. The Bank will continue to reassess its impairment level taking into consideration the current economic condition.

Operating income and Operating expenses were higher by 21% and 22% respectively as compared to the same period last year. Cost to income ratio remained stable at 41% at end of December 2021 despite strong growth in business volumes.

The Bank's Balance Sheet remains robust, with Total Assets standing at MUR 199.6bn, up 17% compared to December 2020. Loans and advances improved by MUR 10.7bn to reach MUR 35.4bn (December 2020: MUR 24.7bn) at end of December 2021 while loan-to-deposit ratio increased to 19 % from 15% in the same period last year. The Bank continues to enjoy a high asset quality as a result of strict adherence to maintaining a disciplined and focused approach to lending, recovery and funding.

On the liability side of the Balance sheet, the Bank's deposits base grew from MUR 160.6bn at end of December 2020 to reach MUR 189.2bn by the end of December 2021 i.e. a growth of 18%, thereby demonstrating our customers' confidence level in the Bank.

The Bank remains well capitalised with Capital Adequacy Ratio at 15.08% as at December 2021 versus 17.23% at December 2020, maintaining a comfortable position against a regulatory limit of 12.88%.

The shareholders' equity of the Bank witnessed a slight growth of 6% period-on-period to reach **MUR 9.5bn** (December 2020: MUR 9.0bn) as at end of December 2021 due to positive bottom-line performance.

Economic Outlook

Global economy

Rising energy prices and supply disruptions have resulted in higher and more broad-based inflation than anticipated, notably in the United States and many emerging market and developing economies. The anxieties over the financial health of China's real estate sector and slower-than-expected recovery of private consumption also have limited growth prospects. The International Monetary Fund downgraded its global growth forecasts from 5.9 in 2021 to 4.4 percent in 2022—half a percentage point lower for 2022 than in the October World Economic Outlook.

Mauritian economy

On the domestic front, the economic outlook is now arguably the highest it has been since the start of the pandemic in early 2020. Confidence continues to be maintained through ongoing progress in the booster dose vaccination campaign. The opening of borders effective since 01 October 2021 and Mauritius exiting France's Scarlet Red list, on 08 December 2021, to ease ban on all business and tourist travels have brought on a collective sigh of relief for tourism operators. For the quarter October to December, Mauritius has welcomed over 170,000 tourists, with the majority coming from European countries such as France and the UK. The positive momentum given to the tourism sector has also benefited other economic sectors and helped uplift sentiment. The manufacturing sector is already showing encouraging signs amid the recovery in external demand, with strong orders for textile. Delisting of Mauritius from EU list of high-risk third countries.

The European Commission has confirmed that Mauritius no longer has strategic deficiencies in their Anti-Money Laundering / Combatting the Financing of Terrorism regime and that the country has established the legal and regulatory framework to meet the commitments in their action plans regarding the strategic deficiencies that the Financial Action Task Force ("FATF") had identified. Mauritius was previously removed from the FATF list of jurisdictions under increased monitoring in October 2021.

By Order of the Board

11 February 2022

For the information of stakeholders, AfrAsia Bank Limited is pleased to present its unaudited interim condensed financial statements for the six months ended 31 December 2021.

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

Copies of the unaudited interim condensed financial statements (which can also be viewed on the Bank's website www.afrasiabank.com) are available free of charge at the registered office of the Bank, Bowen Square, 10, Dr Ferrière Street, 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 at the registered office of the Bank.

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