

SUMMARY STATEMENT OF FINANCIAL POSITION

	30-Jun-18 Rs.	30-Jun-17 Rs.	30-Jun-16 Rs.
ASSETS			
Cash and cash equivalents	394,406,948	284,000,203	139,506,742
Deposits with financial institutions	228,057,667	220,802,804	212,641,365
Net lease receivables	3,503,306,982	3,792,741,571	3,879,704,918
Plant and equipment	592,372,209	600,288,462	472,696,227
Intangible assets	26,048,834	30,077,916	33,833,735
Other assets	43,210,642	62,143,183	54,729,391
Total assets	4,787,403,282	4,990,054,139	4,793,112,378
LIABILITIES			
Deposits from customers	3,718,723,176	3,801,998,230	3,440,297,205
Borrowings	324,460,586	562,294,258	787,158,118
Shareholders' loan	-	105,571,251	102,584,115
Current tax liabilities	8,126,179	296,181	2,414,423
Deferred tax liabilities	18,011,193	21,903,197	24,648,328
Dividends payable	-	-	50,000,000
Other liabilities	102,317,454	105,161,754	39,112,929
Total liabilities	4,171,638,588	4,597,224,871	4,446,215,118
SHAREHOLDERS' EQUITY			
Share capital	400,000,000	200,000,000	200,000,000
General risk reserve	19,657,776	19,657,776	19,657,776
Statutory reserve	95,584,347	86,144,034	79,254,260
Retained earnings	100,522,571	87,027,458	47,985,224
Total equity	615,764,694	392,829,268	346,897,260
Total equity and liabilities	4,787,403,282	4,990,054,139	4,793,112,378

SUMMARY STATEMENT OF CHANGES IN EQUITY

	Share Capital Rs.	General Risk Reserve Rs.	Statutory Reserve Rs.	Retained Earnings Rs.	Total Rs.
Balance at July 1, 2015	200,000,000	14,642,000	71,480,574	58,950,112	345,072,686
Profit and total comprehensive income for the year	-	-	-	51,824,574	51,824,574
<i>Transactions with owner of the Company:</i>					
- Dividends	-	-	-	(50,000,000)	(50,000,000)
Statutory appropriations of retained earnings	-	5,015,776	7,773,686	(12,789,462)	-
Balance at June 30, 2016	200,000,000	19,657,776	79,254,260	47,985,224	346,897,260
Balance at July 1, 2016	200,000,000	19,657,776	79,254,260	47,985,224	346,897,260
Profit and total comprehensive income for the year	-	-	-	45,932,008	45,932,008
Statutory appropriations of retained earnings	-	-	6,889,774	(6,889,774)	-
Balance at June 30, 2017	200,000,000	19,657,776	86,144,034	87,027,458	392,829,268
Balance at July 1, 2017	200,000,000	19,657,776	86,144,034	87,027,458	392,829,268
Profit and total comprehensive income for the year	-	-	-	62,935,426	62,935,426
<i>Transactions with owner of the Company:</i>					
- Dividends	-	-	-	(40,000,000)	(40,000,000)
Issue of non-cumulative preference shares	200,000,000	-	-	-	200,000,000
Statutory appropriations of retained earnings	-	-	9,440,313	(9,440,313)	-
Balance at June 30, 2018	400,000,000	19,657,776	95,584,347	100,522,571	615,764,694

SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	30-Jun-18 Rs.	30-Jun-17 Rs.	30-Jun-16 Rs.
Interest income	288,681,080	297,296,204	304,667,846
Interest expense	(200,944,451)	(206,549,800)	(210,264,400)
Net interest income	87,736,629	90,746,404	94,403,446
Operating lease income	175,695,996	155,115,678	134,147,957
Processing fees	7,606,012	9,995,888	7,500,878
Other operating income	11,700,438	22,080,864	9,413,833
	195,002,446	187,192,430	151,062,668
Operating income	282,739,075	277,938,834	245,466,114
Net impairment of financial assets	(17,846,039)	(42,792,687)	(17,145,232)
Personnel expenses	(30,670,568)	(28,567,013)	(25,290,621)
Profit/(Loss) on disposal of assets	237,752	(7,439,117)	(2,873,391)
Depreciation and amortisation	(136,593,120)	(121,365,188)	(109,284,098)
Other expenses	(21,804,042)	(27,178,417)	(14,311,436)
Profit before exceptional item	76,063,058	50,596,412	76,561,336
Exceptional item	-	-	(10,466,817)
Profit before income tax	76,063,058	50,596,412	66,094,519
Income tax expense	(13,127,632)	(4,664,404)	(14,269,945)
Profit for the year	62,935,426	45,932,008	51,824,574
Other comprehensive income	-	-	-
Total comprehensive income for the year	62,935,426	45,932,008	51,824,574

15% of the profit after tax is transferred to the Statutory Reserve in compliance with the requirements of the Mauritian Banking Act 2004. The General Risk Reserve consists of amounts set aside in respect of impairment of the lease portfolio, in addition to the specific and portfolio provision.

Approved for issue by the Board of Directors on 26 September 2018 and signed on its behalf by:

Bernard D'Hotman De Villiers
Chairman

Jean-Michel Ng Tseung
Director

Raj Gungah
Managing Director

SUMMARY STATEMENT OF CASH FLOWS

	30-Jun-18 Rs.	30-Jun-17 Rs.	30-Jun-16 Rs.
Profit before income tax	76,063,058	50,596,412	66,094,519
Adjustments for :			
Loss/(profit) on disposal of plant and equipment	185,332	1,203,656	(44,378)
(Profit)/loss on disposal of repossessed leased assets	(423,084)	6,235,461	2,917,769
Amortisation	4,029,082	4,000,602	6,400,957
Depreciation	132,564,038	117,364,586	102,883,141
Write off of plant and equipment	-	-	10,466,817
Net impairment of financial assets	17,846,039	42,792,687	17,145,232
Increase in interest receivable	(7,254,863)	(8,161,439)	(5,326,091)
Increase/(Decrease) in interest payable	-	2,987,136	(3,808,556)
Decrease/(Increase) in other assets	13,088,234	(30,916,701)	17,704,391
(Decrease)/Increase in other liabilities	(2,844,300)	66,048,825	13,568,173
Changes in operating assets and liabilities:			
Net decrease/(increase) in investment in leases	271,588,550	44,170,660	(251,546,530)
Net (decrease)/increase in deposits	(83,275,054)	361,701,025	459,423,456
Cash generated from operations	421,567,032	658,022,910	435,878,900
Tax paid	(9,189,638)	(9,527,777)	(6,305,781)
Tax refund	-	-	2,463,747
Net cash generated from operating activities	412,377,394	648,495,133	432,036,866
Cash flows from investing activities			
Deposits with financial institutions	-	-	(100,000,000)
Proceeds from sale of repossessed leased assets	6,267,390	17,267,447	8,939,131
Proceeds from sale of plant and equipment	63,273,568	39,444,073	39,432,767
Purchase of intangible assets	-	(244,783)	(34,451,546)
Purchase of plant and equipment	(188,106,686)	(285,604,550)	(169,270,181)
Net cash used in investing activities	(118,565,728)	(229,137,813)	(255,349,829)
Cash flows from financing activities			
Dividends paid	(40,000,000)	(50,000,000)	(55,000,000)
Payments on long term borrowings	(237,833,670)	(266,493,141)	(266,276,130)
Payment on shareholders' loan	(145,571,251)	-	-
Proceeds from long term borrowings	-	41,629,282	118,493,639
Proceeds from shareholders' loan	40,000,000	-	50,000,000
Proceeds from issue of preference shares	200,000,000	-	-
Payments on short term borrowings	-	(450,000,000)	(150,000,000)
Proceeds from short term borrowings	-	450,000,000	-
Net cash used in financing activities	(183,404,921)	(274,863,859)	(302,782,491)
Increase/(decrease) in cash and cash equivalents	110,406,745	144,493,461	(126,095,454)
Movement in cash and cash equivalents			
At July 1,	284,000,203	139,506,742	265,602,196
Increase/(Decrease)	110,406,745	144,493,461	(126,095,454)
At June 30,	394,406,948	284,000,203	139,506,742

INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDER OF FINLEASE COMPANY LIMITED

Report on the Summary Financial Statements

Our Opinion

In our opinion, the accompanying summary financial statements of Finlease Company Limited (the "Company") are consistent, in all material respects, with the audited financial statements, in accordance with note 1.

The summary financial statements

The Company's summary financial statements derived from the audited financial statements for the year ended 30 June 2018 comprise:

- the summary statement of financial position as at 30 June 2018;
- the summary statement of profit or loss and other comprehensive income for the year then ended;
- the summary statement of changes in equity for the year then ended;
- the summary statement of cash flows for the year then ended; and
- the related notes to the summary financial statements.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The audited financial statements and our audit report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 26 September 2018.

Responsibilities of the directors for the summary financial statements

The directors are responsible for the preparation of the summary financial statements in accordance with note 1.

Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing 810 (Revised), 'Engagements to Report on Summary Financial Statements'.

Other Matter

This report, including the opinion, has been prepared for and only for the Company's shareholders, as a body, in accordance with Section 34(6)(b) (ii) of the Mauritian Banking Act 2004 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

PricewaterhouseCoopers

Gilles Beesoo, licensed by FRC

26 September 2018

Note 1:

The accompanying summary financial statements, without reference to the detailed notes, are derived from the audited financial statements of Finlease Company Limited (the "Company") for the year ended 30 June 2018. These audited financial statements, which have been prepared in accordance with International Financial Reporting Standards, are available at 9-15 Sir William Newton Street, Port-Louis and can be viewed on our website: www.finlease.mu

Where necessary, comparative figures have been amended to conform with changes in presentation or in accounting policies.

Note 2:

The Board of Directors of Finlease Company Limited accepts full responsibility for the accuracy of the information contained in this communiqué.