

On the back of its lending book's gradual but subdued growth, Cim's Net Operating Income increased to MUR 1,238.7M for the period under review. The bottom line result of MUR 251.2M included an allowance for credit impairment of MUR 299.3M for its loan portfolio.

Towards the end of March 2022, the Group acquired Tsusho Capital (Mauritius) Ltd, a leasing company, in line with its strategic intent to complement its current portfolio. With the new acquisition the Total Assets of the Group climbed to MUR 18.8Bn.

Outlook

The ramification of the conflict in Eastern Europe is continuing to trickle down and has added to the aftermath of the evolving variants of the Covid virus on the global economy, further blurring the timeline for the local economic recovery. With the continued challenges ahead, the Group will continue to adopt a prudent approach in managing its assets and expect an element of volatility in its performance over the coming months.

By Order of the Board
Cim Administrators Ltd
Company Secretary

11 May 2022

The condensed financial statements of the Group ('Interim Report') are unaudited and have been prepared using the same accounting policies as the audited statements for the year ended 30 September 2021, except for the adoption of published Standards that are now effective.

This Interim Report is issued pursuant to Listing Rule 12.20 and the Securities Act 2005. Copies of 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 and the Interim Report are available free of charge upon request made to the Company Secretary at the registered office of CIM Financial Services Ltd.

The Board of Directors of CIM Financial Services Ltd accepts full responsibility for the accuracy of the information contained therein.

STATEMENT OF FINANCIAL POSITION

	Unaudited 31 March		Audited 30 September
	2022 MUR m	2021 MUR m	2021 MUR m
ASSETS			
Cash and bank balances	831.2	458.1	341.8
Deposits with banks	459.8	470.3	426.1
Non-current assets classified as held for sale	-	-	14.4
Net investment in leases and other credit agreements	9,125.3	8,299.4	7,928.2
Loans and advances	6,792.8	5,684.8	6,424.3
Investments securities	130.0	8.9	128.5
Other assets	450.9	174.1	374.1
Inventories	2.6	2.1	3.0
Investments in associates	13.9	23.6	-
Equipment	406.4	495.2	441.0
Right-of-use assets	188.5	173.1	192.4
Deferred tax assets	324.8	205.2	275.8
Intangible assets	102.0	109.5	97.9
Total assets	18,828.2	16,104.3	16,647.5
LIABILITIES			
Other borrowed funds	11,860.7	9,961.2	9,831.7
Other liabilities	1,715.4	1,245.8	1,590.0
Lease liabilities	218.5	196.2	219.8
Income tax liabilities	177.4	161.4	265.8
Deferred tax liabilities	29.6	3.2	33.2
Post employment benefit liabilities	125.0	158.8	119.5
Total liabilities	14,126.6	11,726.6	12,060.0
EQUITY			
Stated capital	680.5	680.5	680.5
Retained earnings	3,508.1	3,228.3	3,402.8
Other reserves	513.0	468.9	504.2
Total equity	4,701.6	4,377.7	4,587.5
Total equity and liabilities	18,828.2	16,104.3	16,647.5

STATEMENT OF PROFIT OR LOSS

	Unaudited Quarter ended 31 March		Unaudited 6 months ended 31 March		Audited Year ended 30 September
	2022 MUR m	2021 MUR m	2022 MUR m	2021 MUR m	2021 MUR m
Interest income	544.1	468.0	1,069.2	919.9	1,929.2
Interest expense	(100.4)	(103.5)	(194.8)	(209.4)	(396.1)
Net interest income	443.7	364.5	874.4	710.5	1,533.1
Non interest income	185.3	148.1	364.3	323.4	726.0
Net operating income	629.0	512.6	1,238.7	1,033.9	2,259.1
Operating expenses	(310.6)	(296.9)	(628.8)	(589.7)	(1,209.2)
Profit before impairment	318.4	215.7	609.9	444.2	1,049.9
Net impairment losses on financial assets	(149.5)	(110.2)	(299.3)	(224.1)	(540.0)
Profit after impairment	168.9	105.5	310.6	220.1	509.9
Foreign exchange gain	0.3	1.4	2.6	1.7	5.4
Share of results of associates	(0.6)	(0.1)	(1.1)	(4.2)	(3.8)
Profit before tax	168.6	106.8	312.1	217.6	511.5
Income tax expense	(33.5)	(15.6)	(60.9)	(43.0)	(94.4)
Profit for the period/year	135.1	91.2	251.2	174.6	417.1
Basic and diluted earnings per share	MUR 0.20	0.14	0.37	0.26	0.61
Dividends per share	MUR -	-	0.20	-	0.10
Number of ordinary shares used in calculation	680,522,310	680,522,310	680,522,310	680,522,310	680,522,310

STATEMENT OF COMPREHENSIVE INCOME

	Unaudited Quarter ended 31 March		Unaudited 6 months ended 31 March		Audited Year ended 30 September
	2022 MUR m	2021 MUR m	2022 MUR m	2021 MUR m	2021 MUR m
Profit for the period/year	135.1	91.2	251.2	174.6	417.1
Other comprehensive (loss)/income					
Items that will not be reclassified to profit or loss					
Remeasurement of post employment benefit, net of tax	-	-	-	-	32.9
Items that may be reclassified subsequently to profit or loss					
Exchange difference on translation of foreign entities	(0.2)	(1.4)	14.5	0.7	1.6
Share of other comprehensive income/ (loss) of associates	-	0.1	(15.5)	2.9	4.4
Other comprehensive (loss)/income for the period/year, net of tax	(0.2)	(1.3)	(1.0)	3.6	38.9
Total comprehensive income for the period/year, net of tax	134.9	89.9	250.2	178.2	456.0

STATEMENT OF CASH FLOWS

	Unaudited 6 months ended 31 March		Audited Year ended 30 September
	2022 MUR m	2021 MUR m	2021 MUR m
Net cash flow (used in)/generated from operating activities	(352.6)	(113.9)	231.6
Net cash flow used in investing activities	(191.6)	(5.3)	(140.5)
Net cash flow generated from/(used in) financing activities	997.6	110.6	(242.6)
Net increase/(decrease) in cash and cash equivalents	453.4	(8.6)	(151.5)
Cash and cash equivalents - opening	317.3	460.7	460.7
Effect of exchange rate changes on cash and cash equivalents	1.0	1.5	8.1
Cash and cash equivalents - closing	771.7	453.6	317.3

SEGMENT ANALYSIS

	Net Operating Income				Profit After Tax			
	Quarter ended 31 March		6 months ended 31 March		Quarter ended 31 March		6 months ended 31 March	
	2022 MUR m	2021 MUR m	2022 MUR m	2021 MUR m	2022 MUR m	2021 MUR m	2022 MUR m	2021 MUR m
Finance	607.0	491.1	1,193.2	990.8	142.7	97.8	271.4	193.4
Investments	41.3	39.1	83.0	79.3	(7.6)	(6.6)	(20.2)	(18.8)
Group elimination	(19.3)	(17.6)	(37.5)	(36.2)	-	-	-	-
	629.0	512.6	1,238.7	1,033.9	135.1	91.2	251.2	174.6

STATEMENT OF CHANGES IN EQUITY

	Stated capital MUR m	Other reserves MUR m	Retained earnings MUR m	Total Equity MUR m
At 1 October 2021	680.5	504.2	3,402.8	4,587.5
Profit for the period	-	-	251.2	251.2
Other comprehensive income/(loss) for the period	-	8.8	(9.8)	(1.0)
Total comprehensive income for the period	-	8.8	241.4	250.2
Dividends	-	-	(136.1)	(136.1)
Total transactions with owners	-	-	(136.1)	(136.1)
At 31 March 2022	680.5	513.0	3,508.1	4,701.6
	Stated capital MUR m	Other reserves MUR m	Retained earnings MUR m	Total Equity MUR m
At 1 October 2020	680.5	465.3	3,053.7	4,199.5
Profit for the period	-	-	174.6	174.6
Other comprehensive income for the period	-	3.6	-	3.6
Total comprehensive income for the period	-	3.6	174.6	178.2
At 31 March 2021	680.5	468.9	3,228.3	4,377.7