

## CIM GROUP REPORTS A PROFIT AFTER TAX (PAT) OF MUR 116.1M FOR THE QUARTER ENDED 31 DECEMBER 2021

Cim Group posted a PAT of MUR 116.1M, an improvement on prior year figure of MUR 83.4M. The Group's Operating Income increased by 17% for the period under review.

The positive momentum experienced in the last financial year continued into the first quarter with an expansion of the lending book driving the growth in Operating Income. Measures taken to contain the increase in expenses across the Group also contributed to the satisfactory bottom line. Given the persisting subdued economic environment, the Group posted an allowance for credit impairment of MUR 149.8M for the period.

### Outlook

The road to economic recovery remains uncertain, challenging and may take longer than previously expected. The Group will thus continue to exercise prudence whilst expecting some volatility in its performance over the coming quarters.

**By order of the Board**  
**Cim Administrators Ltd**  
**Company Secretary**

**11 February 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 December |            | Audited September |
|--|--------------------|------------|-------------------|
|  | 2021 MUR M         | 2020 MUR M | 2021 MUR M        |
| <b>ASSETS</b>  |                    |            |                   |
| Cash and bank balances                               | 916.0              | 559.3      | 341.8             |
| Deposits with banks                                  | 472.6              | 509.5      | 426.1             |
| Non-current assets classified as held for sale       | -                  | -          | 14.4              |
| Net investment in leases and other credit agreements | 8,217.5            | 8,571.8    | 7,928.2           |
| Loans and advances                                   | 6,650.2            | 5,459.0    | 6,424.3           |
| Investments securities                               | 129.6              | 8.9        | 128.5             |
| Other assets   | 392.0              | 362.8      | 374.1             |
| Inventories  | 2.6                | 1.5        | 3.0               |
| Investments in associates                            | 14.5               | 23.5       | -                 |
| Equipment  | 424.1              | 528.8      | 441.0             |
| Right-of-use assets                                  | 183.7              | 181.1      | 192.4             |
| Post employment benefits assets                      | 0.1                | -          | -                 |
| Deferred tax assets                                  | 244.4              | 184.8      | 275.8             |
| Intangible assets                                    | 106.4              | 100.1      | 97.9              |
| <b>Total assets</b>                                  | <b>17,753.7</b>    | 16,491.1   | 16,647.5          |
| <b>LIABILITIES</b>                                   |                    |            |                   |
| Other borrowed funds                                 | 10,351.1           | 9,736.1    | 9,831.7           |
| Other liabilities                                    | 2,251.6            | 1,954.9    | 1,590.0           |
| Lease liabilities                                    | 212.4              | 202.7      | 219.8             |
| Income tax liabilities                               | 250.7              | 147.6      | 265.8             |
| Deferred tax liabilities                             | 0.1                | 3.2        | 33.2              |
| Post employment benefit liabilities                  | 121.0              | 158.8      | 119.5             |
| <b>Total liabilities</b>                             | <b>13,186.9</b>    | 12,203.3   | 12,060.0          |
| <b>EQUITY</b>  |                    |            |                   |
| Stated capital                                       | 680.5              | 680.5      | 680.5             |
| Retained earnings                                    | 3,373.0            | 3,137.1    | 3,402.8           |
| Other reserves                                       | 513.3              | 470.2      | 504.2             |
| <b>Total equity</b>                                  | <b>4,566.8</b>     | 4,287.8    | 4,587.5           |
| <b>Total equity and liabilities</b>                  | <b>17,753.7</b>    | 16,491.1   | 16,647.5          |

## STATEMENT OF PROFIT OR LOSS

|  | Unaudited December |             | Audited September |
|--|--------------------|-------------|-------------------|
|  | 2021 MUR M         | 2020 MUR M  | 2021 MUR M        |
| Interest income                                      | 525.1              | 451.9       | 1,929.2           |
| Interest expense                                     | (94.4)             | (105.9)     | (396.1)           |
| <b>Net interest income</b>                           | <b>430.7</b>       | 346.0       | 1,533.1           |
| Non interest income                                  | 179.0              | 175.3       | 726.0             |
| <b>Net operating income</b>                          | <b>609.7</b>       | 521.3       | 2,259.1           |
| Operating expenses                                   | (318.2)            | (292.8)     | (1,209.2)         |
| <b>Profit before impairment</b>                      | <b>291.5</b>       | 228.5       | 1,049.9           |
| Net impairment losses on financial assets            | (149.8)            | (113.9)     | (540.0)           |
| <b>Profit after impairment</b>                       | <b>141.7</b>       | 114.6       | 509.9             |
| Foreign exchange gain                                | 2.3                | 0.3         | 5.4               |
| Share of results of associates                       | (0.5)              | (4.1)       | (3.8)             |
| <b>Profit before tax</b>                             | <b>143.5</b>       | 110.8       | 511.5             |
| Income tax expense                                   | (27.4)             | (27.4)      | (94.4)            |
| <b>Profit for the period/year</b>                    | <b>116.1</b>       | 83.4        | 417.1             |
| Basic and diluted earnings per share                 | MUR 0.17           | 0.12        | 0.61              |
| Dividends per share                                  | MUR 0.20           | -           | 0.10              |
| <b>Number of ordinary shares used in calculation</b> | <b>680,522,310</b> | 680,522,310 | 680,522,310       |

## STATEMENT OF COMPREHENSIVE INCOME

|  | Unaudited<br>December |               | Audited<br>September |
|--|-----------------------|---------------|----------------------|
|  | 2021<br>MUR M         | 2020<br>MUR M | 2021<br>MUR M        |
| Profit for the period/year   | <b>116.1</b>          | 83.4          | 417.1                |
| <b>Other comprehensive (loss)/income</b>                                     |                       |               |                      |
| <b>Items that will not be reclassified to profit or loss</b>                 |                       |               |                      |
| Remeasurement of post employment benefit,<br>net of tax                      | -                     | -             | 32.9                 |
| <b>Items that may be reclassified subsequently<br/>to profit or loss</b>     |                       |               |                      |
| Exchange difference on translation of foreign entities                       | <b>14.8</b>           | 2.1           | 1.6                  |
| Share of other comprehensive (loss)/income<br>of associates                  | <b>(15.5)</b>         | 2.8           | 4.4                  |
| <b>Other comprehensive (loss)/income for<br/>the period/year, net of tax</b> | <b>(0.7)</b>          | 4.9           | 38.9                 |
| <b>Total comprehensive income for the period/year,<br/>net of tax</b>        | <b>115.4</b>          | 88.3          | 456.0                |

## STATEMENT OF CASH FLOWS

|  | Unaudited<br>December |               | Audited<br>September |
|--|-----------------------|---------------|----------------------|
|  | 2021<br>MUR M         | 2020<br>MUR M | 2021<br>MUR M        |
| Net cash flow generated from operating activities            | <b>188.6</b>          | 215.5         | 231.6                |
| Net cash flow used in investing activities                   | <b>(49.9)</b>         | (7.2)         | (140.5)              |
| Net cash flow generated from/(used in) financing activities  | <b>417.3</b>          | (109.8)       | (242.6)              |
| Net increase/(decrease) in cash and cash equivalents         | <b>556.0</b>          | 98.5          | (151.5)              |
| Cash and cash equivalents - opening                          | <b>317.3</b>          | 460.7         | 460.7                |
| Effect of exchange rate changes on cash and cash equivalents | <b>0.6</b>            | (1.6)         | 8.1                  |
| Cash and cash equivalents - closing                          | <b>873.9</b>          | 557.6         | 317.3                |

## SEGMENT ANALYSIS

|                   | Net Operating Income<br>December |               | Profit After Tax<br>December |               |
|-------------------|----------------------------------|---------------|------------------------------|---------------|
|                   | 2021<br>MUR M                    | 2020<br>MUR M | 2021<br>MUR M                | 2020<br>MUR M |
| Finance           | <b>586.2</b>                     | 499.7         | 128.7                        | 95.6          |
| Investments       | <b>41.7</b>                      | 40.2          | (12.6)                       | (12.2)        |
| Group elimination | <b>(18.2)</b>                    | (18.6)        | -                            | -             |
|                   | <b>609.7</b>                     | 521.3         | 116.1                        | 83.4          |

## STATEMENT OF CHANGES IN EQUITY

|  | Stated<br>capital | Capital<br>reserves | Other<br>reserves | Actuarial<br>losses | Retained<br>earnings | Total<br>Equity |
|--|-------------------|---------------------|-------------------|---------------------|----------------------|-----------------|
|  | MUR M             | MUR M               | MUR M             | MUR M               | MUR M                | MUR M           |
| At 1 October 2021                            | 680.5             | 536.6               | 10.7              | (43.1)              | 3,402.8              | <b>4,587.5</b>  |
| Profit for the period                        | -                 | -                   | -                 | -                   | 116.1                | <b>116.1</b>    |
| Other comprehensive income<br>for the period | -                 | -                   | 9.1               | -                   | (9.8)                | <b>(0.7)</b>    |
| Total comprehensive income<br>for the period | -                 | -                   | 9.1               | -                   | 106.3                | <b>115.4</b>    |
| Dividends                                    | -                 | -                   | -                 | -                   | (136.1)              | <b>(136.1)</b>  |
| Total transactions with owners               | -                 | -                   | -                 | -                   | (136.1)              | <b>(136.1)</b>  |
| <b>At 31 December 2021</b>                   | <b>680.5</b>      | <b>536.6</b>        | <b>19.8</b>       | <b>(43.1)</b>       | <b>3,373.0</b>       | <b>4,566.8</b>  |

|  | Stated<br>capital | Capital<br>reserves | Other<br>reserves | Actuarial<br>losses | Retained<br>earnings | Total<br>Equity |
|--|-------------------|---------------------|-------------------|---------------------|----------------------|-----------------|
|  | MUR M             | MUR M               | MUR M             | MUR M               | MUR M                | MUR M           |
| At 1 October 2020                            | 680.5             | 536.6               | 4.7               | (76.0)              | 3,053.7              | 4,199.5         |
| Profit for the period                        | -                 | -                   | -                 | -                   | 83.4                 | 83.4            |
| Other comprehensive income<br>for the period | -                 | -                   | 4.9               | -                   | -                    | 4.9             |
| Total comprehensive income<br>for the period | -                 | -                   | 4.9               | -                   | 83.4                 | 88.3            |
| <b>At 31 December 2020</b>                   | <b>680.5</b>      | <b>536.6</b>        | <b>9.6</b>        | <b>(76.0)</b>       | <b>3,137.1</b>       | <b>4,287.8</b>  |