

## CIM GROUP REPORTS A PROFIT AFTER TAX (PAT) OF MUR90.7M FOR THE QUARTER ENDED 31 DECEMBER 2019

Cim Group posted overall a PAT of MUR90.7M, up 30% on prior year figure. The Group's Net Operating Income closed just above half a billion rupees for the period under review.

The encouraging results were driven by its Finance cluster's positive momentum in the first quarter of the new financial year, which returned a net growth of 21% in its Net Operating Income (MUR484m), compared to MUR401m achieved in 2018. The lending book of the Group continued to experience steady growth over the period, supported by its four main activities of consumer finance, leasing, factoring and cards business. The Group raised funds on the debt capital market in October 2019 and together with the sale of its dollar financial assets, earlier in 2019, supported the achieved growth.

### Outlook

On the back of the positive performance achieved during the last three months, the Group will continue to deliver value to its stakeholders.

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

**13 February 2020**

*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 2019, 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.*

# ABRIDGED UNAUDITED FINANCIAL STATEMENTS

## PERIOD ENDED 31 DECEMBER 2019

### STATEMENT OF FINANCIAL POSITION

	Unaudited 31 December		Audited 30 September
	2019	2018	2019
	MUR m	MUR m	MUR m
<b>ASSETS</b>			
Cash and bank balances	503.8	511.7	444.5
Deposits with banks	511.2	505.9	507.0
Net investment in leases and other credit agreements	9,556.0	8,430.2	8,769.1
Loans and advances	4,238.8	3,052.3	3,708.7
Investment in financial assets	18.9	1,605.5	8.9
Other assets	269.4	377.9	435.3
Inventories	3.2	4.9	3.7
Investment in associates	138.8	164.6	141.0
Property, plant and equipment	851.7	534.9	638.9
Intangible assets	82.1	56.7	88.3
Income tax assets	-	-	18.3
Post employment benefits assets	-	5.9	-
Deferred tax assets	48.4	108.6	47.1
Assets held for distribution	-	3,150.0	-
<b>Total Assets</b>	<b>16,222.3</b>	<b>18,509.1</b>	<b>14,810.8</b>
<b>LIABILITIES</b>			
Deposits from customers	-	3,394.5	-
Other borrowed funds	9,462.9	5,933.0	9,094.8
Other liabilities	2,513.6	2,061.0	1,438.7
Income tax liabilities	4.9	52.6	6.1
Post employment benefits liability	92.8	86.1	94.4
Deferred tax liabilities	1.3	-	1.3
Liabilities for non cash distribution to owners	-	2,695.3	-
Liabilities directly associated with the assets held for distribution	-	454.7	-
<b>Total Liabilities</b>	<b>12,075.5</b>	<b>14,677.2</b>	<b>10,635.3</b>
<b>EQUITY</b>			
Stated capital	680.5	680.5	680.5
Retained earnings	2,955.2	2,677.5	2,983.7
Revaluation and other reserves	511.1	473.9	511.3
<b>Total Equity</b>	<b>4,146.8</b>	<b>3,831.9</b>	<b>4,175.5</b>
<b>Total Equity and Liabilities</b>	<b>16,222.3</b>	<b>18,509.1</b>	<b>14,810.8</b>

### STATEMENT OF PROFIT OR LOSS

	Unaudited Period ended 31 December		Audited Year ended 30 September
	2019	2018	2019
	MUR m	MUR m	MUR m
<b>Continuing operations</b>			
Interest income	407.9	337.1	1,442.6
Interest expense	(104.4)	(97.4)	(388.2)
<b>Net interest income</b>	<b>303.5</b>	<b>239.7</b>	<b>1,054.4</b>
Fee and commission income	148.7	134.5	541.1
Other income	56.0	11.9	214.4
	<b>204.7</b>	<b>146.4</b>	<b>755.5</b>
<b>Net operating income</b>	<b>508.2</b>	<b>386.1</b>	<b>1,809.9</b>
<b>Operating expenses</b>	<b>(306.8)</b>	<b>(265.8)</b>	<b>(1,148.0)</b>
<b>Operating profit before impairment</b>	<b>201.4</b>	<b>120.3</b>	<b>661.9</b>
<b>Net impairment</b>	<b>(86.0)</b>	<b>(45.7)</b>	<b>(180.9)</b>
<b>Operating profit</b>	<b>115.4</b>	<b>74.6</b>	<b>481.0</b>
Foreign exchange (loss)/profit	(1.9)	2.2	4.4
Share of result of associates	(2.0)	(2.1)	(32.3)
<b>Profit before tax from continuing operations</b>	<b>111.5</b>	<b>74.7</b>	<b>453.1</b>
Income tax expense	(20.8)	(20.7)	(86.2)
<b>Profit for the period/year from continuing operations</b>	<b>90.7</b>	<b>54.0</b>	<b>366.9</b>
Profit for the period/year from discontinued operations	-	15.8	15.8
<b>Profit for the period/year</b>	<b>90.7</b>	<b>69.8</b>	<b>382.7</b>
<b>Attributable to:</b>			
Owners of the parent	90.7	69.8	382.7
Earnings per share from continuing operations	MUR 0.13	0.08	0.54
Earnings per share	MUR 0.13	0.10	0.56
Dividends per share	MUR 0.16	0.15	0.23
Number of ordinary shares used in calculation	680,522,310	680,522,310	680,522,310

### STATEMENT OF COMPREHENSIVE INCOME

	Unaudited Period ended 31 December		Audited Year ended 30 September
	2019	2018	2019
	MUR m	MUR m	MUR m
Profit for the period/year	90.7	69.8	382.7
<b>Other comprehensive income</b>			
<b>Items that will not be reclassified to profit or loss:</b>			
Remeasurement of post employment benefits	-	-	(9.2)
<b>Items that may be reclassified subsequently to profit or loss:</b>			
Exchange difference on translation of foreign entities	(1.6)	0.4	(1.6)
Share of other comprehensive income from associates	1.4	-	6.7
<b>Other comprehensive income for the period/year, net of tax</b>	<b>(0.2)</b>	0.4	<b>(4.1)</b>
<b>Total comprehensive income for the period/year, net of tax</b>	<b>90.5</b>	70.2	<b>378.6</b>
<b>Attributable to:</b>			
Owners of the parent	90.5	70.2	378.6

### STATEMENT OF CASH FLOWS

	Unaudited Period ended 31 December		Audited Year ended 30 September
	2019	2018	2019
	MUR m	MUR m	MUR m
Net cash flow used in from operating activities	(229.9)	(393.9)	(2,497.3)
Net cash flow (used in)/generated from investing activities	(68.6)	425.2	(576.6)
Net cash flow generated from financing activities	320.8	139.1	3,179.2
Net increase in cash and cash equivalents	22.3	170.4	105.3
Cash and cash equivalents - opening	428.0	322.7	322.7
Cash and cash equivalents - closing	450.3	493.1	428.0

### SEGMENT ANALYSIS

	Net Operating Income Period ended 31 December		Profit After Tax Period ended 31 December	
	2019	2018	2019	2018
	MUR m	MUR m	MUR m	MUR m
Finance	484.4	400.7	123.3	101.7
Investments	122.6	211.5	(32.6)	(47.7)
Group elimination	(98.8)	(226.1)	-	-
	508.2	386.1	90.7	54.0
Discontinued operations : Property	-	39.9	-	15.8
	508.2	426.0	90.7	69.8

### STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent				Non-controlling interests	Total Equity
	Stated capital	Revaluation and other reserves	Retained earnings	Total		
	MUR m	MUR m	MUR m	MUR m		
At 1 October 2019	680.5	511.3	2,983.7	4,175.5	-	4,175.5
Impact of adopting IFRS 16	-	-	(10.3)	(10.3)	-	(10.3)
Restated balance	680.5	511.3	2,973.4	4,165.2	-	4,165.2
Profit for the period	-	-	90.7	90.7	-	90.7
Other comprehensive income for the period	-	(0.2)	-	(0.2)	-	(0.2)
Total comprehensive income for the period	-	(0.2)	90.7	90.5	-	90.5
Dividends	-	-	(108.9)	(108.9)	-	(108.9)
Total transactions with owners	-	-	(108.9)	(108.9)	-	(108.9)
<b>At 31 December 2019</b>	<b>680.5</b>	<b>511.1</b>	<b>2,955.2</b>	<b>4,146.8</b>	-	<b>4,146.8</b>

	Attributable to owners of the parent				Non-controlling interests	Total Equity
	Stated capital	Revaluation and other reserves	Retained earnings	Total		
	MUR m	MUR m	MUR m	MUR m		
At 1 October 2018	680.5	646.1	4,999.9	6,326.5	319.4	6,645.9
Impact of adopting IFRS 9	-	-	(86.8)	(86.8)	-	(86.8)
Restated balance	680.5	646.1	4,913.1	6,239.7	319.4	6,559.1
Profit for the period	-	-	69.8	69.8	-	69.8
Other comprehensive income for the period	-	0.4	-	0.4	-	0.4
Total comprehensive income for the period	-	0.4	69.8	70.2	-	70.2
Distribution of non cash assets to owners	-	(172.6)	(2,203.3)	(2,375.9)	(319.4)	(2,695.3)
Dividends	-	-	(102.1)	(102.1)	-	(102.1)
Total transactions with owners	-	(172.6)	(2,305.4)	(2,478.0)	(319.4)	(2,797.4)
At 31 December 2018	680.5	473.9	2,677.5	3,831.9	-	3,831.9