

### Abridged consolidated statement of financial position as at 31 March 2022

	Unaudited 31-Mar-22 Rs'000	Unaudited 31-Mar-21 Rs'000	Audited 30-Jun-21 Rs'000
<b>ASSETS</b>			
Cash and cash equivalents	143,619	58,463	55,694
Net lease receivables <sup>2</sup>	3,056,915	3,226,989	3,151,121
Loan receivable	-	362,201	386,282
Investment securities	893,106	791,013	828,630
Investments in associates	6,375,921	5,117,203	6,032,764
Plant and equipment <sup>1</sup>	856,398	723,772	722,473
Intangible assets	6,095	18,898	11,830
Current tax assets	8,837	6,282	191
Other assets	97,768	110,028	56,949
<b>Total assets</b>	<b>11,438,659</b>	<b>10,414,849</b>	<b>11,245,934</b>
<b>LIABILITIES</b>			
Deposits from customers	3,646,855	3,453,817	3,395,373
Borrowings	664,232	1,188,467	1,175,917
Current tax liabilities	-	-	4,917
Deferred tax liabilities	16,270	13,058	14,637
Other liabilities	84,813	110,138	69,214
<b>Total liabilities</b>	<b>4,412,170</b>	<b>4,765,480</b>	<b>4,660,058</b>
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	103,355	103,355	103,355
Retained earnings	2,406,886	2,032,263	2,139,113
Other components of equity	4,516,248	3,513,751	4,343,408
<b>Total equity</b>	<b>7,026,489</b>	<b>5,649,369</b>	<b>6,585,876</b>
<b>Total equity and liabilities</b>	<b>11,438,659</b>	<b>10,414,849</b>	<b>11,245,934</b>

### Abridged consolidated statement of profit or loss for the period ended 31 March 2022

	Unaudited Quarter to 31-Mar-22 Rs'000	Unaudited Quarter to 31-Mar-21 Rs'000	Unaudited 9 months to 31-Mar-22 Rs'000	Unaudited 9 months to 31-Mar-21 Rs'000	Audited Year to 30-Jun-21 Rs'000
Interest income	53,173	68,332	167,524	190,850	249,036
Interest expense	(34,105)	(38,173)	(107,481)	(130,388)	(166,880)
<b>Net interest income</b>	<b>19,068</b>	<b>30,159</b>	<b>60,043</b>	<b>60,462</b>	<b>82,156</b>
Fee and commission income	2,464	2,558	8,788	8,600	11,505
Other income	51,224	61,564	172,653	179,415	269,583
<b>Operating income</b>	<b>72,756</b>	<b>94,281</b>	<b>241,484</b>	<b>248,477</b>	<b>363,244</b>
Non-interest expense <sup>3</sup>	(66,467)	(55,725)	(192,513)	(167,635)	(231,576)
<b>Operating profit before impairment</b>	<b>6,289</b>	<b>38,556</b>	<b>48,971</b>	<b>80,842</b>	<b>131,668</b>
Net impairment of financial assets	(11,086)	(14,183)	(9,584)	(20,236)	(18,680)
<b>Operating (loss)/profit</b>	<b>(4,797)</b>	<b>24,373</b>	<b>39,387</b>	<b>60,606</b>	<b>112,988</b>
Share of (losses)/profits of associates	(12,377)	(22,645)	165,160	(21,604)	64,442
<b>(Loss)/Profit before tax</b>	<b>(17,174)</b>	<b>1,728</b>	<b>204,547</b>	<b>39,002</b>	<b>177,430</b>
Income tax expense	(629)	(5,744)	(9,243)	(3,668)	(13,108)
<b>(Loss)/Profit attributable to equity holders of the parent</b>	<b>(17,803)</b>	<b>(4,016)</b>	<b>195,304</b>	<b>35,334</b>	<b>164,322</b>

### Abridged consolidated statement of other comprehensive income for the period ended 31 March 2022

	Unaudited Quarter to 31-Mar-22 Rs'000	Unaudited Quarter to 31-Mar-21 Rs'000	Unaudited 9 months to 31-Mar-22 Rs'000	Unaudited 9 months to 31-Mar-21 Rs'000	Audited Year to 30-Jun-21 Rs'000
<b>(Loss)/Profit attributable to equity holders of the parent</b>	<b>(17,803)</b>	<b>(4,016)</b>	<b>195,304</b>	<b>35,334</b>	<b>164,322</b>
<b>Other comprehensive income/(expense):</b>					
Items that will not be reclassified to profit or loss	152,868	(75,974)	311,564	(63,358)	782,846
Items that may be reclassified subsequently to profit or loss	74	556	50	569	(29)
Other comprehensive income/(expense) for the period	152,942	(75,418)	311,614	(62,789)	782,817
<b>Total comprehensive income/(expense) attributable to equity holders of the parent</b>	<b>135,139</b>	<b>(79,434)</b>	<b>506,918</b>	<b>(27,455)</b>	<b>947,139</b>
<b>(Loss)/Earnings per share (Rs.) <sup>5</sup></b>	<b>(0.17)</b>	<b>(0.04)</b>	<b>1.89</b>	<b>0.34</b>	<b>1.59</b>
<b>Number of shares in issue (thousands)</b>	<b>103,355</b>	<b>103,355</b>	<b>103,355</b>	<b>103,355</b>	<b>103,355</b>

### Abridged consolidated statement of changes in equity for the period ended 31 March 2022

	Share Capital Rs'000	Capital Contribution Rs'000	Retained Earnings Rs'000	Capital Reserve Rs'000	Revaluation & Other Reserve Rs'000	Statutory Reserve Rs'000	Total Equity Rs'000
<b>At 01 July 2020</b>	<b>103,355</b>	<b>200,000</b>	<b>1,993,687</b>	<b>610,428</b>	<b>2,652,127</b>	<b>117,227</b>	<b>5,676,824</b>
Profit for the period	-	-	35,334	-	-	-	35,334
Other comprehensive income/(expense) for the period	-	-	-	15,081	(77,870)	-	(62,789)
Total comprehensive income/(expense) for the period	-	-	35,334	15,081	(77,870)	-	(27,455)
Other movements in reserves	-	-	3,242	-	(3,242)	-	-
<b>At 31 March 2021</b>	<b>103,355</b>	<b>200,000</b>	<b>2,032,263</b>	<b>625,509</b>	<b>2,571,015</b>	<b>117,227</b>	<b>5,649,369</b>
<b>At 01 July 2020</b>	<b>103,355</b>	<b>200,000</b>	<b>1,993,687</b>	<b>610,428</b>	<b>2,652,127</b>	<b>117,227</b>	<b>5,676,824</b>
Profit for the year	-	-	164,322	-	-	-	164,322
Other comprehensive income for the year	-	-	245	663,895	118,677	-	782,817
Total comprehensive income for the year	-	-	164,567	663,895	118,677	-	947,139
Dividends to non-cumulative preference shareholders	-	-	(22,000)	-	-	-	(22,000)
Transactions with owners	-	-	(22,000)	-	-	-	(22,000)
Other movements in reserves	-	-	2,859	-	(28,030)	9,084	(16,087)
<b>At 30 June 2021</b>	<b>103,355</b>	<b>200,000</b>	<b>2,139,113</b>	<b>1,274,323</b>	<b>2,742,774</b>	<b>126,311</b>	<b>6,585,876</b>
Profit for the period	-	-	195,304	-	-	-	195,304
Other comprehensive income for the period	-	-	-	72,727	238,887	-	311,614
Total comprehensive income for the period	-	-	195,304	72,727	238,887	-	506,918
Dividends to ordinary shareholders	-	-	(62,013)	-	-	-	(62,013)
Transactions with owners	-	-	(62,013)	-	-	-	(62,013)
Other movements in reserves	-	-	134,482	(140,087)	1,313	-	(4,292)
<b>At 31 March 2022</b>	<b>103,355</b>	<b>200,000</b>	<b>2,406,886</b>	<b>1,206,963</b>	<b>2,982,974</b>	<b>126,311</b>	<b>7,026,489</b>

**Abridged consolidated statement of cash flows for the period ended 31 March 2022**

	<b>Unaudited 9 Months to 31-Mar-22 Rs'000</b>	Unaudited 9 Months to 31-Mar-21 Rs'000	Audited Year to 30-Jun-21 Rs'000
Net cash flows from other operating activities	164,818	(766,791)	(433,277)
Income tax paid	<b>(21,173)</b>	(3,155)	(9)
Net cash flows from operating activities	<b>143,645</b>	(769,946)	(433,286)
Net cash flows from investing activities	<b>(254,585)</b>	(12,052)	15,613
Net cash flows from financing activities	<b>219,575</b>	367,378	62,371
<b>Increase/(Decrease) in cash and cash equivalents</b>	<b>108,635</b>	(414,620)	(355,302)
Net cash and cash equivalents brought forward	<b>(604,908)</b>	(249,606)	(249,606)
<b>Net cash and cash equivalents carried forward</b>	<b>(496,273)</b>	(664,226)	(604,908)

### RESULTS

FinCorp's consolidated profit after tax increased significantly from Rs 35.3 million to Rs 195.3 million for the nine months to March 31, 2022 on account of the much improved financial performance of its associates.

Operating profit before impairment decreased from Rs 80.8 million to Rs 49.0 million as:

- operating income fell by Rs 7.0 million to Rs 241.5 million despite an encouraging increase in operating lease income, mainly due to a lower fair value gain recorded by FinCorp on its investment portfolio, down by Rs 13.4 million; and
- non-interest expense witnessed an increase of Rs 24.9 million to Rs 192.5 million resulting from a higher depreciation charge on the operating lease assets as well as an accelerated amortisation of the Core Leasing Software.

MCB Leasing Limited recorded impairment charges of Rs 9.6 million for the nine months to March 31, 2022 compared with a charge of Rs 20.2 million for the corresponding period last year.

The share of profits of associates improved significantly from a loss of Rs 21.6 million to a positive contribution of Rs 165.1 million for the nine months of this financial year as a result of higher investment income generated by PAD and a strong performance by Medine arising from increased sale of land alongside improved performances in operating activities.

The tax charge for the year amounted to Rs 9.2 million compared with Rs 3.7 million in the corresponding period of last year following the abolition of partial exemption provisions on interest income.

### PROSPECTS

The operating context remains uncertain due to the impact of the Ukraine/Russia conflict on an already fragile post Covid global economic recovery. The economic environment will remain challenging with its recovery dependent upon the evolution of the global macro-economic parameters, the performance of the tourism industry and the ramifications of rising inflation. Looking ahead, the Group's performance is expected to remain resilient across all operations despite the uncertain outlook.

By order of the Board  
11 May 2022

### Notes

	Unaudited 31-Mar-22 Rs'000	Unaudited 31-Mar-21 Rs'000	Audited 30-Jun-21 Rs'000	
<b>1. Plant and equipment</b>				
Assets under operating leases included under the above caption	<b>854,388</b>	720,977	719,971	
<b>2. Net lease receivables</b>				
Receivable within one year	<b>915,845</b>	1,118,227	1,103,122	
Receivable after one year	<b>2,141,070</b>	2,108,762	2,047,999	
	<b>3,056,915</b>	3,226,989	3,151,121	
<b>3. Non-interest expense</b>				
Depreciation of assets under operating leases included under the above caption	<b>129,582</b>	110,600	143,105	
<b>4. Operating segments</b>				
	<b>Group</b>	<b>Leasing</b>	<b>Investing</b>	<b>Eliminations</b>
	Rs'000	Rs'000	Rs'000	Rs'000
<u>9 months to 31 March 2022</u>				
Gross income	<b>348,965</b>	<b>337,087</b>	<b>96,913</b>	<b>(85,035)</b>
Operating profit	<b>39,387</b>	<b>51,468</b>	<b>72,954</b>	<b>(85,035)</b>
<u>9 months to 31 March 2021</u>				
Gross income	378,865	349,755	29,110	-
Operating profit	60,606	57,567	3,039	-
<u>Year ended 30 June 2021</u>				
Gross income	530,124	456,023	92,145	(18,044)
Operating profit	112,988	73,667	57,365	(18,044)
<b>5. (Loss)/Earnings per share</b>				
(Loss)/Earnings per share is calculated by dividing the (loss)/profit attributable to equity holders of the parent by the number of equity shares in issue and ranking for dividend.				

The abridged unaudited interim consolidated financial statements comply with IAS 34 and have been prepared using the same accounting policies as those adopted in the financial statements for the year ended 30 June 2021.

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

Copies of the abridged unaudited interim consolidated financial statements are available to the public and can be obtained free of charge from the Company Secretary at the registered office of the Company, 9-15, Sir William Newton Street, Port-Louis and can be viewed on our website: **[www.fincorp.mu](http://www.fincorp.mu)**

The statement of direct and indirect interests of officers of the Company required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request, free of charge, at the registered office of the Company.

*This communiqué is issued pursuant to Listing Rule 12.20 and Securities Act 2005.*

*The Board of Directors of Fincorp Investment Limited accepts full responsibility for the accuracy of the information contained in this communiqué.*