

# Abridged Audited Financial Statements for the Six Months Ended 31 December 2015

## STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2015

	31 Dec 15	30 Jun 15	30 Jun 14
	Rs	Rs	Rs
<b>ASSETS</b>			
Cash and cash equivalents	4,246,409,150	4,209,338,745	2,805,820,364
Loans to and placements with banks	935,650,610	1,293,205,330	410,357,000
Loans and advances to customers	3,998,709,100	3,022,540,573	2,611,531,008
Investment securities	3,686,360,387	3,023,798,745	2,549,821,997
Property, plant and equipment	220,793,551	222,920,721	140,519,789
Intangible assets	11,027,510	12,081,248	13,669,563
Deferred tax assets	13,617,068	12,104,927	13,891,899
Other assets	531,277,555	535,203,124	487,445,589
<b>Total assets</b>	<b>13,643,844,931</b>	<b>12,331,193,413</b>	<b>9,033,057,209</b>
<b>LIABILITIES</b>			
Deposits from customers	12,280,787,162	11,210,088,967	8,258,162,243
Other borrowed funds	264,802	-	1,180,207
Current tax liabilities	13,716,555	1,006,333	7,511,567
Other liabilities	203,170,912	191,430,021	194,052,836
Preference shares	331,910,028	320,726,882	182,407,187
<b>Total liabilities</b>	<b>12,829,849,459</b>	<b>11,723,252,203</b>	<b>8,643,314,040</b>
<b>Shareholders' Equity</b>			
Stated capital	635,407,984	506,699,200	356,699,200
Retained earnings	101,643,489	49,836,305	2,360,009
Other reserves	76,943,999	51,405,705	30,683,960
<b>Capital and reserves</b>	<b>813,995,472</b>	<b>607,941,210</b>	<b>389,743,169</b>
<b>Total equity and liabilities</b>	<b>13,643,844,931</b>	<b>12,331,193,413</b>	<b>9,033,057,209</b>

## STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 31 DECEMBER 2015

	Stated capital	Retained earnings/ (Accumulated losses)	Statutory Reserve	General Banking Reserve	Investment Revaluation Reserve	Total
	Rs	Rs	Rs	Rs	Rs	Rs
At 1 July 2013	304,871,110	(6,095,409)	11,849,083	10,362,328	(474,953)	320,512,159
Profit for the year	-	15,143,844	-	-	-	15,143,844
Other comprehensive income	-	-	-	-	2,259,076	2,259,076
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>15,143,844</b>	<b>-</b>	<b>-</b>	<b>2,259,076</b>	<b>17,402,920</b>
Rights issue	51,828,090	-	-	-	-	51,828,090
Transfer to statutory reserve	-	(2,271,577)	2,271,577	-	-	-
Transfer to general banking reserve	-	(4,416,849)	-	4,416,849	-	-
<b>At 30 June 2014</b>	<b>356,699,200</b>	<b>2,360,009</b>	<b>14,120,660</b>	<b>14,779,177</b>	<b>1,784,123</b>	<b>389,743,169</b>
At 1 July 2014	356,699,200	2,360,009	14,120,660	14,779,177	1,784,123	389,743,169
Profit for the year	-	68,220,218	-	-	-	68,220,218
Other comprehensive loss	-	-	-	-	(22,177)	(22,177)
<b>Total comprehensive income/(loss) for the year</b>	<b>-</b>	<b>68,220,218</b>	<b>-</b>	<b>-</b>	<b>(22,177)</b>	<b>68,198,041</b>
Issue of shares	150,000,000	-	-	-	-	150,000,000
Transfer to general banking reserve	-	(10,510,889)	-	10,510,889	-	-
Transfer to statutory reserve	-	(10,233,033)	10,233,033	-	-	-
<b>At 30 June 2015</b>	<b>506,699,200</b>	<b>49,836,305</b>	<b>24,353,693</b>	<b>25,290,066</b>	<b>1,761,946</b>	<b>607,941,210</b>
At 1 July 2015	506,699,200	49,836,305	24,353,693	25,290,066	1,761,946	607,941,210
Profit for the year	-	90,713,732	-	-	-	90,713,732
Other comprehensive loss	-	-	-	-	(5,264,367)	(5,264,367)
<b>Total comprehensive income/(loss) for the period</b>	<b>-</b>	<b>90,713,732</b>	<b>-</b>	<b>-</b>	<b>(5,264,367)</b>	<b>85,449,365</b>
Issue of shares	128,708,784	-	-	-	-	128,708,784
Transfer to general banking reserve	-	(17,195,601)	-	17,195,601	-	-
Transfer to statutory reserve	-	(13,607,060)	13,607,060	-	-	-
Equity dividends	-	(8,103,887)	-	-	-	(8,103,887)
<b>At 31 December 2015</b>	<b>635,407,984</b>	<b>101,643,489</b>	<b>37,960,753</b>	<b>42,485,667</b>	<b>(3,502,421)</b>	<b>813,995,472</b>

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR SIX MONTHS ENDED 31 DECEMBER 2015

	Six months ended 31 Dec 15	Year ended 30 Jun 15	Year ended 30 Jun 14
	Rs	Rs	Rs
Interest income	272,322,879	446,569,983	383,602,068
Interest expense	(146,235,535)	(270,914,123)	(268,857,872)
<b>Net interest income</b>	<b>126,087,344</b>	<b>175,655,860</b>	<b>114,744,196</b>
Fee and commission income	35,059,767	56,878,127	47,542,671
Fee and commission expense	(14,119,459)	(19,315,322)	(5,796,650)
<b>Net fee and commission income</b>	<b>20,940,308</b>	<b>37,562,805</b>	<b>41,746,021</b>
Trading income	70,418,811	98,505,914	45,902,100
Other income	803,985	9,733,540	2,329,412
	<b>71,222,796</b>	<b>108,239,454</b>	<b>48,231,512</b>
<b>Operating income</b>	<b>218,250,448</b>	<b>321,458,119</b>	<b>204,721,729</b>
<b>Non interest expense</b>	<b>(98,111,635)</b>	<b>(174,784,545)</b>	<b>(124,021,223)</b>
<b>Operating profit before impairment</b>	<b>120,138,813</b>	<b>146,673,574</b>	<b>80,700,506</b>
Allowance for credit impairment on financial assets	(16,765,091)	(71,569,014)	(62,550,915)
<b>Operating profit before tax</b>	<b>103,373,722</b>	<b>75,104,560</b>	<b>18,149,591</b>
Tax expense	(12,659,990)	(6,884,342)	(3,005,747)
<b>Profit for the year</b>	<b>90,713,732</b>	<b>68,220,218</b>	<b>15,143,844</b>
<b>Other comprehensive (loss)/income for the year</b>	<b>(5,264,367)</b>	<b>(22,177)</b>	<b>2,259,076</b>
<b>Total comprehensive income</b>	<b>85,449,365</b>	<b>68,198,041</b>	<b>17,402,920</b>
<b>Earnings per share</b>			
Basic	1.77	1.60	0.47

## STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 31 DECEMBER 2015

	Six months ended 31 Dec 15	Year ended 30 Jun 15	Year ended 30 Jun 14
	Rs	Rs	Rs
<b>Net cash generated from operating activities</b>	<b>584,862,159</b>	<b>1,677,401,820</b>	<b>2,048,272,494</b>
<b>Net cash used in investing activities</b>	<b>(668,661,453)</b>	<b>(547,097,839)</b>	<b>(411,497,575)</b>
<b>Net cash generated from/(used in) financing activities</b>	<b>120,604,897</b>	<b>274,280,545</b>	<b>(12,221,569)</b>
<b>Net increase in cash and cash equivalents</b>	<b>36,805,603</b>	<b>1,404,584,526</b>	<b>1,624,553,350</b>
Net cash and cash equivalents at beginning of period/year	4,209,338,745	2,804,754,219	1,180,200,869
<b>Net cash and cash equivalents at end of period/year</b>	<b>4,246,144,348</b>	<b>4,209,338,745</b>	<b>2,804,754,219</b>

### Comments for the six months ended 31 December 2015

For the first six months ended 31 December 2015, ABC Banking Corporation Ltd posted an encouraging performance with a profit after tax of MUR 90 million, equivalent to a 32% increase compared to the full year results ended 30 June 2015.

The total income was up by 68% driven mainly by net interest income of MUR 126 million and other income of MUR 71 million. The expansion of our loans, advances and placement portfolios, the strong contribution of our international activities coupled with a tight control on our expenses, have been the key ingredients towards these results.

Over the last six months, the bank's total assets base reached MUR 13.6 billion with the bank continued focus to expand its loan book, the latter improving by 31% over the period, while the deposits and savings portfolio continued its growing trend to MUR 12.3 billion.

The bank increased its capital during the quarter by MUR 128.7 million through a rights issue to further strengthen its capital base and fuel its continued growth.

### Future Outlook

Based on current trends, the results for the nine months to 31 March 2016 should show a satisfactory growth as achieved over the first six months.

It is highlighted that the bank has undertaken to have its results for the six months ended 31 December 2015 audited by Deloitte and published on an exceptional basis, following DEM requirements. Such half yearly audit is not necessarily expected to recur in the future.

The abridged audited financial statements for the six months ended 31 December 2015 have been prepared in accordance with the same accounting policies as those set out in the audited financial statements for the year ended 30 June 2015.

Copies of the audited financial statements for the six months ended 31 December 2015 are available, free of charge, upon request made to the Company Secretary at its registered office, ABC Centre, Military Road, Port Louis and can be viewed on our website [www.abcbanking.mu](http://www.abcbanking.mu)

This report is issued pursuant to DEM Rule 11. The Board of Directors of ABC Banking Corporation Ltd accepts full responsibility for the accuracy of the information contained in this report.

By Order of the Board  
ABC Professional & Secretarial Services Ltd  
Company Secretary

13 April 2016

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