

	31-Dec-22 Rs.	31-Dec-21 Rs.	Audited 30-Jun-22 Rs.
<b>SUMMARY STATEMENT OF FINANCIAL POSITION</b>			
<b>ASSETS</b>			
Cash and cash equivalents	60,215,308	56,211,657	45,395,800
Deposits with financial institutions	-	-	-
Net lease receivables	3,027,513,061	3,162,194,993	3,043,058,315
Investment securities	303,548,087	304,182,425	333,585,658
Plant and equipment	1,052,162,393	856,950,155	890,181,275
Intangible assets	15,316,879	6,145,541	19,038,278
Current tax assets	5,894,229	3,761,930	12,130,871
Other assets	165,322,805	97,724,177	59,146,376
<b>Total assets</b>	<b>4,629,972,762</b>	<b>4,487,170,878</b>	<b>4,402,536,573</b>
<b>LIABILITIES</b>			
Deposits from customers	3,582,409,107	3,556,164,424	3,591,083,626
Borrowings	204,962,697	147,485,214	20,665,732
Current tax liabilities	-	-	-
Deferred tax liabilities	18,800,105	13,937,172	18,800,105
Other liabilities	97,992,471	68,891,445	59,850,745
<b>Total liabilities</b>	<b>3,904,164,380</b>	<b>3,786,478,255</b>	<b>3,690,400,208</b>
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	400,000,000	400,000,000	400,000,000
Statutory reserve	135,587,491	126,310,964	135,587,491
Retained earnings	190,220,891	174,381,659	176,548,874
<b>Total equity</b>	<b>725,808,382</b>	<b>700,692,623</b>	<b>712,136,365</b>
<b>Total equity and liabilities</b>	<b>4,629,972,762</b>	<b>4,487,170,878</b>	<b>4,402,536,573</b>

	Share Capital Rs.	Statutory Reserve Rs.	Retained Earnings Rs.	Total Equity Rs.
<b>SUMMARY STATEMENT OF CHANGES IN EQUITY</b>				
Balance at July 1, 2021	400,000,000	126,310,964	164,981,891	691,292,855
Profit and other comprehensive income for the year	-	-	39,399,768	39,399,768
Transactions with owners of the Company	-	-	-	-
- Dividends	-	-	(30,000,000)	(30,000,000)
Statutory appropriations of retained earnings	-	-	-	-
Balance at December 31, 2021	400,000,000	126,310,964	174,381,659	700,692,623
Balance at July 1, 2022	400,000,000	126,310,964	164,981,891	691,292,855
Profit and other comprehensive income for the year	-	-	61,843,510	61,843,510
Transactions with owners of the Company	-	-	-	-
- Dividends	-	-	(41,000,000)	(41,000,000)
Statutory appropriations of retained earnings	-	9,276,527	(9,276,527)	-
Balance at June 30, 2022	400,000,000	135,587,491	176,548,874	712,136,365
Balance at July 1, 2022	400,000,000	135,587,491	176,548,874	712,136,365
Profit and other comprehensive income for the year	-	-	38,672,017	38,672,017
Transactions with owners of the Company	-	-	-	-
- Dividends	-	-	(25,000,000)	(25,000,000)
Statutory appropriations of retained earnings	-	-	-	-
Balance at December 31, 2022	400,000,000	135,587,491	190,220,891	725,808,382

	31-Dec-22 Rs.	31-Dec-21 Rs.	Audited 30-Jun-22 Rs.
<b>SUMMARY STATEMENT OF CASH FLOWS</b>			
<b>Operating activities</b>			
Net cash flow from other operating activities	81,475,462	240,847,893	543,349,615
Income tax paid	(2,137,590)	(17,481,835)	(25,759,146)
Net cash flows from operating activities	79,337,872	223,366,058	517,590,469
Net cash flows from investing activities	(223,815,329)	(211,298,852)	(378,519,639)
Net cash flows from financing activities	159,296,965	(11,549,222)	(149,368,703)
<b>(Decrease)/Increase in cash and cash equivalents</b>	<b>14,819,508</b>	<b>517,984</b>	<b>(10,297,873)</b>
<b>Movement in cash and cash equivalents</b>			
At July, 1	45,395,800	55,693,673	55,693,673
(Decrease)/Increase	14,819,508	517,984	(10,297,873)
<b>At December, 31</b>	<b>60,215,308</b>	<b>56,211,657</b>	<b>45,395,800</b>

	31-Dec-22 Rs.	31-Dec-21 Rs.	Audited 30-Jun-22 Rs.
<b>SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME</b>			
Interest income	98,395,379	112,286,533	217,070,527
Interest expense	(54,092,070)	(59,117,333)	(113,992,491)
<b>Net interest income</b>	<b>44,303,309</b>	<b>53,169,200</b>	<b>103,078,036</b>
Operating lease income	123,205,128	107,070,408	219,955,105
Processing fees	6,958,847	6,141,348	11,583,561
Other operating income	6,968,055	3,666,109	7,567,728
	<b>137,132,030</b>	<b>116,877,865</b>	<b>239,106,394</b>
<b>Operating income</b>	<b>181,435,339</b>	<b>170,047,065</b>	<b>342,184,430</b>
Net impairment loss on financial assets	11,357,647	1,502,180	(1,991,053)
Personnel expenses	(27,711,949)	(21,647,799)	(43,523,621)
(Loss)/Profit on disposal of assets	369,194	(910,952)	(8,664,386)
Depreciation and amortisation	(104,980,690)	(88,400,076)	(184,890,399)
Other expenses	(13,423,292)	(12,658,827)	(28,396,780)
<b>Profit before income tax</b>	<b>47,046,249</b>	<b>47,931,591</b>	<b>74,718,191</b>
Income tax expense	(8,374,232)	(8,531,823)	(12,874,681)
<b>Profit and other comprehensive income for the year</b>	<b>38,672,017</b>	<b>39,399,768</b>	<b>61,843,510</b>

**COMMENTS ON RESULTS**

The leasing sector continues to be marked by aggressive campaigns and intense price competition, leading to a compression on profit margins. In addition, the availability of motor vehicles and consequently the disbursement of leases were constrained in the current year as the market has been severely impacted by delays in the production and delivery of vehicles.

Amidst these uncertainties, the Company managed to maintain the lease portfolio at the Rs4bn mark, period on period, with the finance lease portfolio decreasing by 4% to Rs3.0bn whilst the operating lease portfolio increased by 23% to Rs 1.0bn.

Net interest income decreased by 16% arising from a contraction in the average portfolio and the average rates on both FL and treasury instruments. On the other hand, the increase of 7% noted on the operating lease income arose on account of the expansion in our operating lease portfolio.

Net impairment on financial assets represents reversals mainly booked on account of decreased specific exposures (Rs 11.6m).

MCB Leasing Ltd's capitalisation level remains comfortable with the capital adequacy ratio standing at 21.45% as at 31 December 2022.

**Note 1:**

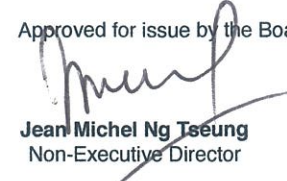
The unaudited interim summary financial statements comply with IAS 34 and have been prepared using the same accounting policies as those adopted in the financial statements for the year ended 30 June 2022. Where necessary, comparative figures have been amended to conform with changes in presentation or in accounting policies.


Copies of the unaudited interim financial statements are available to the public, free of charge, upon request to the Company Secretary at 9-15 Sir William Newton Street, Port-Louis and can be viewed at MCB Leasing Limited premises at Raymond Lamusse Building, Sir William Newton Street, Port-Louis.

**Note 2:**

The Board of Directors of MCB Leasing Limited accepts full responsibility for the accuracy of the information contained in this communiqué.

Approved for issue by the Board of Directors and signed on its behalf by

  
Jean Michel Ng Tseung  
Non-Executive Director

  
Anju Umrowsing-Ramtohol  
Non-Executive Director

  
Raj Gungah  
Managing Director