

**SUMMARY STATEMENT OF FINANCIAL POSITION**

**ASSETS**

	30-Sep-22 Rs.	30-Sep-21 Rs.	Audited 30-Jun-22 Rs.
Cash and cash equivalents	66,735,880	71,165,277	45,395,800
Deposits with financial institutions	-	-	-
Net lease receivables	2,966,140,586	3,159,436,379	3,043,058,315
Investment securities	303,596,623	304,176,205	333,585,658
Plant and equipment	947,999,055	784,753,438	890,181,275
Intangible assets	17,177,579	9,092,367	19,038,278
Current tax assets	6,722,705	-	12,130,871
Other assets	103,485,914	94,350,010	59,146,376
<b>Total assets</b>	<b>4,411,858,341</b>	<b>4,422,973,676</b>	<b>4,402,536,573</b>

**LIABILITIES**

Deposits from customers	3,596,508,120	3,533,666,231	3,591,083,626
Borrowings	17,165,301	100,786,845	20,665,732
Current tax liabilities	-	9,566,216	-
Deferred tax liabilities	18,800,105	13,937,172	18,800,105
Other liabilities	67,273,660	83,590,673	59,850,745
<b>Total liabilities</b>	<b>3,699,747,187</b>	<b>3,741,547,137</b>	<b>3,690,400,208</b>

**SHAREHOLDERS' EQUITY**

Share capital	400,000,000	400,000,000	400,000,000
Statutory reserve	135,587,491	126,310,964	135,587,491
Retained earnings	176,523,664	155,115,575	176,548,874
<b>Total equity</b>	<b>712,111,155</b>	<b>681,426,539</b>	<b>712,136,365</b>

**Total equity and liabilities**

**4,411,858,341**      **4,422,973,676**      **4,402,536,573**

**SUMMARY STATEMENT OF CHANGES IN EQUITY**

	Share Capital Rs.	General Risk Reserve Rs.	Statutory Reserve Rs.	Retained Earnings Rs.	Total Equity Rs.
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	-	-	-	20,133,684	20,133,684
Transactions with owners of the Company	-	-	-	(30,000,000)	(30,000,000)
- Dividends	-	-	-	-	-
Statutory appropriations of retained earnings	-	-	-	-	-
Balance at September 30, 2021	<u>400,000,000</u>	<u>-</u>	<u>126,310,964</u>	<u>155,115,575</u>	<u>681,426,539</u>

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	-	-	-	24,974,790	24,974,790
Transactions with owners of the Company	-	-	-	(25,000,000)	(25,000,000)
- Dividends	-	-	-	-	-
Statutory appropriations of retained earnings	-	-	-	-	-
Balance at September 30, 2022	<u>400,000,000</u>	<u>-</u>	<u>135,587,491</u>	<u>176,523,664</u>	<u>712,111,155</u>

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	-	-	-	(41,000,000)	(41,000,000)
- Dividends	-	-	-	-	-
Statutory appropriations of retained earnings	-	-	9,276,527	(9,276,527)	-
Balance at June 30, 2022	<u>400,000,000</u>	<u>-</u>	<u>135,587,491</u>	<u>176,548,874</u>	<u>712,136,365</u>

**SUMMARY STATEMENT OF CASH FLOWS**

**Operating activities**

	30-Sep-22 Rs.	30-Sep-21 Rs.	Audited 30-Jun-22 Rs.
<b>Net cash flow from other operating activities</b>	<b>116,655,483</b>	<b>170,692,683</b>	<b>543,349,615</b>
Income tax paid	-	-	(25,759,146)
Net cash flows from operating activities	116,655,483	170,692,683	517,590,469
Net cash flows from investing activities	(66,814,972)	(96,973,486)	(378,519,639)
Net cash flows from financing activities	(28,500,431)	(58,247,593)	(149,368,703)
<b>(Decrease)/Increase in cash and cash equivalents</b>	<b>21,340,080</b>	<b>15,471,604</b>	<b>(10,297,873)</b>

**Movement in cash and cash equivalents**

At July, 1	45,395,800	55,693,673	55,693,673
(Decrease)/Increase	21,340,080	15,471,604	(10,297,873)
<b>At September, 30</b>	<b>66,735,880</b>	<b>71,165,277</b>	<b>45,395,800</b>

**SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	30-Sep-22 Rs.	30-Sep-21 Rs.	Audited 30-Jun-22 Rs.
Interest income	51,098,758	56,600,469	217,070,527
Interest expense	(26,141,773)	(29,958,213)	(113,992,491)
<b>Net interest income</b>	<b>24,956,985</b>	<b>26,642,256</b>	<b>103,078,036</b>
Operating lease income	59,578,788	51,696,605	219,955,105
Processing fees	3,058,658	3,307,109	11,583,561
Other operating income	1,325,299	514,805	7,567,728
	<u>63,962,745</u>	<u>55,518,519</u>	<u>239,106,394</u>
<b>Operating income</b>	<b>88,919,730</b>	<b>82,160,775</b>	<b>342,184,430</b>
Net impairment loss on financial assets	9,678,381	363,974	(1,991,053)
Personnel expenses	(12,294,279)	(10,415,573)	(43,523,621)
Loss/Profit on disposal of assets	134,875	258,488	(8,664,386)
Depreciation and amortisation	(50,048,652)	(42,283,204)	(184,890,399)
Other expenses	(6,007,100)	(6,001,087)	(28,396,780)
	<u>30,382,955</u>	<u>24,083,373</u>	<u>74,718,191</u>
<b>Profit before income tax</b>	<b>30,382,955</b>	<b>24,083,373</b>	<b>74,718,191</b>
Income tax expense	(5,408,165)	(3,949,689)	(12,874,681)
<b>Profit and other comprehensive income for the year</b>	<b>24,974,790</b>	<b>20,133,684</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 3% to Rs3.1bn whilst the operating lease portfolio increased by 21% to Rs0.9bn.

Net interest income decreased by 6% 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 15% 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 8.6m).

MCB Leasing Ltd's capitalisation level remains comfortable with the capital adequacy ratio standing at 22.73% as at 30 September 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