

SUMMARY STATEMENT OF FINANCIAL POSITION

	30-Jun-21	30-Jun-20	30-Jun-19
	Rs.	Rs.	Rs.
ASSETS			
Cash and cash equivalents	55,693,673	393,127,366	98,801,232
Deposits with financial institutions	-	57,676,671	110,931,181
Net lease receivables	3,151,120,992	3,294,472,252	3,479,176,558
Investment Securities	304,132,523	446,259,692	198,704,604
Plant and equipment	722,472,522	674,033,932	694,910,041
Intangible assets	11,830,180	21,294,205	24,706,330
Current tax assets	-	10,601,266	7,387,534
Other assets	56,651,760	75,652,257	62,235,315
Total assets	4,301,901,650	4,973,117,641	4,676,852,795
LIABILITIES			
Deposits from customers	3,395,373,302	4,142,772,266	3,772,427,151
Borrowings	129,034,435	44,663,769	158,343,883
Current tax liabilities	4,916,794	-	-
Deferred tax liabilities	14,636,906	17,049,658	16,232,862
Other liabilities	66,647,358	115,899,221	79,779,747
Total liabilities	3,610,608,795	4,320,384,914	4,026,783,643
SHAREHOLDERS' EQUITY			
Share capital	400,000,000	400,000,000	400,000,000
General risk reserve	-	-	-
Statutory reserve	126,310,964	117,226,945	109,177,409
Retained earnings	164,981,891	135,505,782	140,891,743
Total equity	691,292,855	652,732,727	650,069,152
Total equity and liabilities	4,301,901,650	4,973,117,641	4,676,852,795

SUMMARY STATEMENT OF CHANGES IN EQUITY

	Share Capital Rs.	General Risk Reserve Rs.	Statutory Reserve Rs.	Retained Earnings Rs.	Total Rs.
Balance at July 1, 2018	400,000,000	19,657,776	95,584,347	100,522,571	615,764,694
Impact of adopting IFRS 9					
– Expected Credit Losses	-	-	-	(16,315,956)	(16,315,956)
– Reversal of General Risk Reserve	-	(19,657,776)	-	19,657,776	-
Restated Balance at July 1, 2018	400,000,000	-	95,584,347	103,864,391	599,448,738
Profit and other comprehensive income for the year	-	-	-	90,620,414	90,620,414
Transactions with owner of the Company					
– Dividends	-	-	-	(40,000,000)	(40,000,000)
Statutory appropriations of retained earnings	-	-	13,593,062	(13,593,062)	-
Balance at June 30, 2019	400,000,000	-	109,177,409	140,891,743	650,069,152
Balance at July 1, 2019	400,000,000	-	109,177,409	140,891,743	650,069,152
Profit and other comprehensive income for the year	-	-	-	53,663,575	53,663,575
Transactions with owner of the Company					
– Dividends	-	-	-	(51,000,000)	(51,000,000)
Statutory appropriations of retained earnings	-	-	8,049,536	(8,049,536)	-
Balance at June 30, 2020	400,000,000	-	117,226,945	135,505,782	652,732,727
Balance at July 1, 2020	400,000,000	-	117,226,945	135,505,782	652,732,727
Profit and other comprehensive income for the year	-	-	-	60,560,128	60,560,128
Transactions with owner of the Company					
– Dividends	-	-	-	(22,000,000)	(22,000,000)
Statutory appropriations of retained earnings	-	-	9,084,019	(9,084,019)	-
Balance at June 30, 2021	400,000,000	-	126,310,964	164,981,891	691,292,855

Simon-Pierre Rey
Chairperson of the Board

Martine Ip Min Wan
Chairperson of the Audit Committee

Raj Gungah
Managing Director

SUMMARY STATEMENT OF CASH FLOWS

	30-Jun-21 Rs.	30-Jun-20 Rs.	30-Jun-19 Rs.
Profit before income tax	73,665,435	54,480,371	97,365,758
Adjustments for :			
(Profit)/Loss on disposal of assets on operating leases	(220,040)	(2,704,967)	367,355
Loss on disposal of repossessed leased assets	4,120,983	3,215,971	2,763,632
Amortisation	10,964,898	4,009,428	3,617,510
Depreciation	144,257,161	156,421,237	135,449,666
Net impairment of financial assets	18,680,347	9,717,684	6,104,672
Operating Profit before Working Capital Changes	251,468,784	225,139,724	245,668,593
Movement in working capital			
(Decrease)/ Increase in interest receivable	(2,513,614)	53,254,509	16,906,407
(Decrease)/ Increase in interest payable	(130,232,697)	40,037,096	35,828,745
Decrease/(Increase) in other assets	7,606,547	(23,240,909)	(36,160,107)
(Decrease)/Increase in other liabilities	(49,251,863)	36,119,475	(25,449,745)
Changes in operating assets and liabilities:			
Net decrease/(increase) in investment in finance leases	124,670,913	174,986,622	10,745,081
Net (decrease)/increase in deposits	(617,166,265)	330,308,020	17,875,230
Cash generated from operations	(415,418,195)	836,604,537	265,414,204
Tax paid	-	(3,213,732)	(20,695,567)
Net cash generated from operating activities	(415,418,195)	833,390,805	244,718,637
Cash flows from investing activities			
Deposits with financial institutions	-	-	100,000,000
Investment in Securities	144,640,783	(247,555,088)	(198,726,783)
Proceeds from financial institutions	57,676,671		
Proceeds from sale of repossessed leased assets	7,272,967	6,607,996	5,345,000
Proceeds from sale of plant and equipment	118,744,093	77,060,828	67,436,475
Purchase of intangible assets	(1,500,873)	(597,304)	(2,275,006)
Purchase of plant and equipment	(311,219,804)	(209,900,988)	(305,791,328)
Net cash from/ (used in) investing activities	15,613,837	(374,384,556)	(334,011,642)
Cash flows from financing activities			
Dividends paid	(22,000,000)	(51,000,000)	(40,000,000)
Payments on long term borrowings	(35,294,535)	(113,680,115)	(205,859,350)
Payments from short term borrowings	(510,000,000)	-	(420,000,000)
Proceeds from short term borrowings	610,000,000	-	459,742,647
Proceeds from long term borrowings	19,665,200	-	
Net cash used in financing activities	62,370,665	(164,680,115)	(206,116,703)
(Decrease)/ Increase in cash and cash equivalents	(337,433,693)	294,326,134	(295,409,708)
Movement in cash and cash equivalents			
At July 1,	393,127,366	98,801,232	394,406,948
Effect of adoption of IFRS9 on Cash and Cash Equivalents		-	(196,008)
Increase/(Decrease)	(337,433,693)	294,326,134	(295,409,708)
At June 30,	55,693,673	393,127,366	98,801,232

SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	30-Jun-21 Rs.	30-Jun-20 Rs.	30-Jun-19 Rs.
Interest income	240,660,376	261,356,918	274,377,522
Interest expense	(135,445,051)	(179,870,004)	(176,293,044)
Net interest income	105,215,325	81,486,914	98,084,478
Operating lease income	188,102,205	196,864,499	185,213,740
Processing fees	11,067,127	7,787,000	9,348,269
Other operating income	16,194,160	13,206,297	16,964,246
	215,363,492	217,857,796	211,526,255
Operating income	320,578,817	299,344,710	309,610,733
Net impairment of financial assets	(18,680,347)	(9,717,684)	(6,104,672)
Personnel expenses	(42,422,447)	(44,749,945)	(38,502,579)
Loss on disposal of assets	(3,900,943)	(511,004)	(3,130,987)
Depreciation and amortisation	(155,222,059)	(160,430,666)	(139,067,176)
Other expenses	(26,687,586)	(29,455,040)	(25,439,560)
Profit before income tax	73,665,435	54,480,371	97,365,759
Income tax expense	(13,105,307)	(816,796)	(6,745,345)
Profit and total comprehensive income for the year	60,560,128	53,663,575	90,620,414

Note 1:

The accompanying summary financial statements, without reference to the detailed notes, are derived from the audited financial statements of MCB Leasing Limited (the “Company”) for the year ended 30 June 2021. These audited financial statements, which have been prepared in accordance with International Financial Reporting Standards and in compliance with the Mauritian Companies Act 2001, the Mauritian Banking Act 2004 and guidelines issued by the Bank of Mauritius, are available at 9-15 Sir William Newton Street, Port-Louis and can be viewed on our website: <https://www.mcbleasing.mu>

Note 2:

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

15% of the profit after tax is transferred to the statutory Reserve in compliance with the requirements of the Mauritian Banking Act 2004 until such time that the statutory reserve will equal the Company’s share capital.

The General Risk Reserve consists of amounts set aside in respect of impairment of the lease portfolio, in addition to impairment allowances computed under IFRS 9.

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

Simon-Pierre Rey
Chairperson of the Board

Martine Ip Min Wan
Chairperson of the Audit Committee

Raj Gungah
Managing Director

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS***Opinion***

The summary financial information, which comprise the summary statement of financial position as at 30 June 2021, the summary statement of profit or loss and other comprehensive income, the summary statement of changes in equity and the summary statement of cash flows for the year then ended, are extracted from the audited financial statements of MCB Leasing Limited (the “Company”) for the year ended 30 June 2021.

In our opinion, the accompanying summary financial statements are consistent in all material respects, with the audited financial statements of the Company which are prepared in accordance with International Financial Reporting Standards (IFRSs), and in compliance with the requirements of the Mauritius Companies Act 2001, the Financial Reporting Act 2004 and the Banking Act 2004.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements and the auditor’s report thereon, therefore, is not a substitute for reading the audited consolidated and separate financial statements and the auditor’s report thereon.

The Audited Financial Statements and Our Report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 20 September 2021. That report also includes the communication of key audit matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current year.

Responsibilities of Directors for the Summary Financial Statements

The directors are responsible for the preparation of the summary financial statements, without reference to the detailed notes, extracted from the audited financial statements of the Company for the year ended 30 June 2021. The audited financial statements have been prepared in accordance with International Financial Reporting Standards and in compliance with the requirements with the Mauritius Companies Act 2001, the Financial Reporting Act 2004 and the Banking Act 2004.

Auditor’s Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

Other Matter

This report, including our opinion, has been prepared for and only for the Company’s shareholders, as a body, in accordance with Section 34(6)(b)(ii) of the Banking Act 2004 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom.

Deloitte Chartered Accountants

28 September 2021

Vishal Agrawal, FCA, licensed by FRC