MCB Leasing Limited

SUMMARY FINANCIAL STATEMENTS - PERIOD ENDED MARCH 31, 2025

SUMMARY STATEMENT OF FINANCIAL POSITION

	31-Mar-25 Rs.	31-Mar-24 Rs.	Audited 30-Jun-24 Rs.
ASSETS			
Cash and cash equivalents	**6,095,500**	52,613,612	43,376,383
Net investment in lease receivables	**3,956,295,164**	3,151,080,373	3,213,374,359
Investment in securities	**770,606,165**	565,942,887	517,830,407
Equipment	**1,447,059,985**	1,191,393,779	1,168,411,527
Intangible assets	**43,455,607**	45,368,463	45,233,867
Current tax assets	**2,004,650**	12,146,103	11,504,836
Other assets	**163,820,421**	150,589,847	140,712,056
Total assets	**6,389,337,492**	5,169,135,064	5,140,443,435
LIABILITIES			
Deposits from customers	**5,218,364,669**	4,238,287,882	4,250,505,159
Borrowings	**169,255,359**	9,457,255	7,934,142
Current tax liabilities	**-**	-	-
Deferred tax liabilities	**55,417,235**	40,660,916	46,265,782
Other liabilities	**155,906,987**	114,863,614	57,808,703
Total liabilities	**5,598,944,250**	4,403,269,667	4,362,513,786
SHAREHOLDERS' EQUITY			
Share capital	**400,000,000**	400,000,000	400,000,000
Statutory reserve	**158,506,483**	149,157,947	158,506,483
General risk reserve	**16,029,822**	-	12,254,100
Retained earnings	**215,856,937**	216,707,450	207,169,066
Total equity	**790,393,242**	765,865,397	777,929,649
Total equity and liabilities	**6,389,337,492**	5,169,135,064	5,140,443,435

SUMMARY STATEMENT OF CHANGES IN EQUITY

	Share Capital Rs.	Statutory Reserve Rs.	General Risk Reserve Rs.	Retained Earnings Rs.	Total Equity Rs.
Balance at July 1, 2023	400,000,000	149,157,947	-	217,448,126	766,606,073
Profit and other comprehensive income for the year	-	-	-	39,259,324	39,259,324
Transactions with owners of the Company:					
- Dividends	-	-	-	(40,000,000)	(40,000,000)
Balance at March 31, 2024	400,000,000	149,157,947	-	216,707,450	765,865,397
Balance at 1 July 2023	400,000,000	149,157,947	-	217,448,126	766,606,073
Profit and other comprehensive income for the year	-	-	-	62,323,576	62,323,576
Transactions with owners of the Company:					
- Dividends	-	-	-	(51,000,000)	(51,000,000)
Statutory appropriations of retained earnings	-	9,348,536	-	(9,348,536)	-
Transfer to general risk reserve	-	-	12,254,100	(12,254,100)	-
Balance at 30 June 2024	400,000,000	158,506,483	12,254,100	207,169,066	777,929,649
Balance at July 1, 2024	**400,000,000**	**158,506,483**	**12,254,100**	**207,169,066**	**777,929,649**
Profit and other comprehensive income for the year				**42,463,593**	**42,463,593**
Transactions with owners of the Company:					
- Dividends	**-**	**-**	**-**	**(30,000,000)**	**(30,000,000)**
Statutory appropriations of retained earnings					
Transfer to general risk reserve	**-**	**-**	**3,775,722**	**(3,775,722)**	**-**
Statutory appropriations of retained earnings	**-**	**-**	**-**	**-**	**-**
Balance at March 31, 2025	**400,000,000**	**158,506,483**	**16,029,822**	**215,856,937**	**790,393,242**

SUMMARY STATEMENT OF CASH FLOWS

	31-Mar-25 Rs.	31-Mar-24 Rs.	Audited 30-Jun-24 Rs.
Operating activities			
Net cash generated from operating activities	**80,719,455**	513,573,476	270,967,075
Net cash used in investing activities	**(248,657,663)**	(406,969,557)	(161,077,270)
Net cash from/(used in) financing activities	**130,657,325**	(119,733,599)	(132,256,714)
Increase/(Decrease) in cash and cash equivalents	**(37,280,883)**	(13,129,680)	(22,366,909)
Movement in cash and cash equivalents			
At July 1,	**43,376,383**	65,743,292	65,743,292
Increase/(Decrease)	**(37,280,883)**	(13,129,680)	(22,366,909)
At March, 31 June, 30	**6,095,500**	52,613,612	43,376,383

SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE

	31-Mar-25 Rs.	31-Mar-24 Rs.	Audited 30-Jun-24 Rs.
Income			
Interest income	**204,669,328**	170,566,031	225,176,200
Interest expense	**(130,390,214)**	(112,376,843)	(151,271,815)
Net interest income	**74,279,114**	58,189,188	73,904,385
Operating lease income	**255,809,045**	220,389,999	302,954,427
Processing fees	**15,739,892**	8,885,460	12,011,567
Other operating income	**3,616,279**	4,502,956	7,573,373
	275,165,216	233,778,415	322,539,367
Operating income	**349,444,330**	291,967,603	396,443,752
Net impairment (losses)/gains on financial assets	**(8,504,472)**	6,981,106	19,781,353
Personnel expenses	**(60,349,866)**	(49,808,408)	(65,462,086)
Loss on disposal of assets	**(609,966)**	808,667	(2,099,893)
Depreciation and amortisation	**(195,393,828)**	(178,909,781)	(243,084,714)
Other expenses	**(32,162,009)**	(23,346,974)	(29,963,352)
Profit before income tax	**52,424,189**	47,692,213	75,615,060
Income tax expense	**(9,960,596)**	(8,432,889)	(13,291,484)
Profit and total comprehensive income for the period/year	**42,463,593**	39,259,324	62,323,576

Comments on the results:

As part of the digital transformation journey of MCB Leasing Limited ("**MCB Leasing**" / "**the Company**"), the Company has been actively pursuing initiatives to integrate technology into its business processes and create new opportunities for growth and efficiency.

Amidst a year of transition and challenged by the emergence of new competitors, the lease portfolio of MCB Leasing grew by 23%, across both the finance and operating leases portfolios, to reach Rs 5.4 bn (2024: Rs 4.4 bn) whilst the deposit book expanded by 23% to Rs 5.2 bn (2024: Rs 4.2 bn).

Correspondingly, total operating income increased by 20% during the period ended 31 March 2025. An increase has been noted in the net interest income arising essentially from increases in the average volume of finance leases and investments in treasury instruments whilst the interest expense also increased post a surge in average volume of fixed deposits. Net OL income has increased principally as a result of increases in the average volume of OL disbursements. In the same vein, processing fees increased as a result of the increase in leases taken down in the period.

At the same time, operating expenses experienced an increment of 15% mainly on account of further investments on human capital, surge in management fees and software license. Cost to income reported as at 31 March 2025 stood at 60.1% (2024: 66%).

Overall, the Company achieved a net profit after tax of Rs 42.5 million for the period ended 31 March 2025 (2024: Rs39.3 million). CAR reported as at 31 March 2025 stood at 17.4% (2024:20.4%). NPL rate reported as at 31 March 2025 stood at 0.9% (2024: 1.6%).

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 2024. 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:

(S) Dominic Provençal
Non-Executive Director

(S) Yan Chong Ng Cheng Hin
Chairperson of the Audit Committee

(S) Raj Gungah
Managing Director