

Abridged Unaudited Financial Statements for the Quarter Ended 31 March 2016

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2016

	Unaudited 31 Mar 16	Unaudited 31 Mar 15	Audited 30 Jun 15
	Rs	Rs	Rs
ASSETS			
Cash and cash equivalents	4,401,567,801	3,204,131,059	4,209,338,745
Loans to and placements with banks	966,485,290	1,662,801,820	1,293,205,330
Loans and advances to customers	4,185,656,471	3,301,709,218	3,022,540,573
Investment securities	3,937,255,447	2,838,260,062	3,023,798,745
Property, plant and equipment	223,990,871	227,155,728	222,920,721
Intangible assets	11,150,897	12,161,767	12,081,248
Deferred tax assets	14,260,190	15,557,263	12,104,927
Other assets	520,853,849	466,767,982	535,203,124
Total assets	14,261,220,816	11,728,544,899	12,331,193,413
LIABILITIES			
Deposits from customers	12,819,034,115	10,719,751,084	11,210,088,967
Current tax liabilities	20,695,587	5,368,241	1,006,333
Other liabilities	229,621,409	235,330,795	191,430,021
Preference shares	332,360,922	187,737,091	320,726,882
Total liabilities	13,401,712,033	11,148,187,211	11,723,252,203
Shareholders' Equity			
Stated capital	635,407,984	506,699,200	506,699,200
Retained earnings	145,003,369	30,944,154	49,836,305
Other reserves	79,097,430	42,714,334	51,405,705
Capital and reserves	859,508,783	580,357,688	607,941,210
Total equity and liabilities	14,261,220,816	11,728,544,899	12,331,193,413
Contingent liabilities			
Guarantees on account of customers	9,713,537	12,233,993	12,355,088
Letter of credit and other obligations on account of customers	5,241,161	-	10,309,221
Commitments	337,527,137	201,172,038	393,088,529
	352,481,835	213,406,031	415,752,838

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2016

	Unaudited Quarter ended 31 Mar 2016	Unaudited Quarter ended 31 Mar 2015	Unaudited 9 months ended 31 Mar 2016	Unaudited 9 months ended 31 Mar 2015	Audited Year ended 30 Jun 2015
	Rs	Rs	Rs	Rs	Rs
Interest income	145,006,343	116,509,199	417,329,222	327,579,142	446,569,983
Interest expense	(74,352,327)	(66,924,520)	(220,587,862)	(202,109,916)	(270,914,123)
Net interest income	70,654,016	49,584,679	196,741,360	125,469,226	175,655,860
Fee and commission income	13,776,545	16,937,787	48,836,312	40,802,951	56,878,127
Fee and commission expense	(7,191,618)	(6,281,609)	(21,311,077)	(15,039,584)	(19,315,322)
Net fee and commission income	6,584,927	10,656,178	27,525,235	25,763,367	37,562,805
Trading Income	27,820,012	36,845,111	98,238,823	67,841,136	98,620,629
Other income	154,443	3,749	958,428	7,844,744	9,618,825
Operating income	105,213,398	97,089,717	323,463,846	226,918,473	321,458,119
Non interest expense	(45,580,448)	(49,902,549)	(143,413,182)	(119,934,257)	(174,784,545)
Operating profit before impairment	59,632,950	47,187,168	180,050,664	106,984,216	146,673,574
Allowance for credit impairment	(8,543,152)	(28,844,060)	(23,688,848)	(59,366,755)	(71,569,014)
Profit before taxation	51,089,798	18,343,108	156,361,816	47,617,461	75,104,560
Tax expense	(7,829,154)	(507,224)	(19,871,169)	(6,311,258)	(6,884,342)
	43,260,644	17,835,884	136,490,647	41,306,203	68,220,218
Other comprehensive income					
Items that may be reclassified subsequently to profit or loss:					
Fair value realised on disposal of available for sale assets	-	-	-	(83,468)	(83,468)
(Loss)/gain on remeasuring available for sale assets	(263,603)	2,571,881	(5,527,971)	(608,216)	61,291
Total comprehensive income	42,997,041	20,407,765	130,962,676	40,614,519	68,198,041
Earnings per share	0.76	0.37	2.56	1.01	1.60

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2016

	Stated capital	Retained Earnings	Statutory Reserve	General Banking Reserve	Investment Revaluation Reserve	Total
	Rs	Rs	Rs	Rs	Rs	Rs
At 01 July 2014	356,699,200	2,360,009	14,120,660	14,779,177	1,784,123	389,743,169
Issue of share capital	150,000,000	-	-	-	-	150,000,000
Net profit for the period	-	41,306,203	-	-	-	41,306,203
Other comprehensive loss for the period	-	-	-	-	(691,684)	(691,684)
Transfer to General banking reserve	-	(12,722,058)	-	12,722,058	-	-
At 31 March 2015	506,699,200	30,944,154	14,120,660	27,501,235	1,092,439	580,357,688
At 01 July 2015	356,699,200	2,360,009	14,120,660	14,779,177	1,784,123	389,743,169
Issue of share capital	150,000,000	-	-	-	-	150,000,000
Net profit for the year	-	68,220,218	-	-	-	68,220,218
Other comprehensive loss for the year	-	-	-	-	(22,177)	(22,177)
Transfer to General banking reserve	-	(10,510,889)	-	10,510,889	-	-
Transfer to Statutory reserve	-	(10,233,033)	10,233,033	-	-	-
At 30 June 2015	506,699,200	49,836,305	24,353,693	25,290,066	1,761,946	607,941,210
Issue of share capital	128,708,784	-	-	-	-	128,708,784
Net profit for the period	-	136,490,647	-	-	-	136,490,647
Other comprehensive loss for the period	-	-	-	-	(5,527,971)	(5,527,971)
Transfer to General banking reserve	-	(19,612,636)	-	19,612,636	-	-
Transfer to Statutory reserve	-	(13,607,060)	13,607,060	-	-	-
Dividend paid	-	(8,103,887)	-	-	-	(8,103,887)
At 31 March 2016	635,407,984	145,003,369	37,960,753	44,902,702	(3,766,025)	859,508,783

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2016

	9 months ended 31 Mar 2016	9 months ended 31 Mar 2015	Year ended 30 Jun 15
	Rs	Rs	Rs
Net cash generated from operating activities	1,007,775,057	608,819,422	1,677,401,820
Net cash used in investing activities	(931,132,316)	(354,309,937)	(547,097,839)
Net cash generated from financing activities	115,586,315	143,801,210	274,280,545
Net increase in cash and cash equivalents	192,229,056	398,310,695	1,404,584,526
Net cash and cash equivalents at beginning of period/ year	4,209,338,745	2,805,820,364	2,804,754,219
Net cash and cash equivalents at end of period/ year	4,401,567,801	3,204,131,059	4,209,338,745

Comments on results

Following from the positive and encouraging momentum of the first half year, ABC Banking Corporation Ltd recorded a profit after tax of MUR 136 million for the 9 months ended 31 March 2016.

This performance was driven by a combined increase in the bank's Net Interest Income to reach MUR 197 million and Non-Interest Income at MUR 127 million, bumping up the Total Operating Income by 42% as compared to same period for FY2014/15. The key ingredients towards such result was the expansion of the bank's loans, advances and placement portfolios, assisted by the strong contribution of the international banking activities and the overall monitoring of costs.

As at the end of March 2016, the bank's total assets base reached MUR 14.3 billion, fueled by the growing deposits and savings portfolio, the latter having experienced a 20% growth period on period.

Based on current trends, the results for the year ended 30 June 2016 should show a similar growth achieved over the first 9 months.

The abridged unaudited interim financial statements 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 interim financial statements 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

The interim financial statements are issued pursuant to DEM Rule 17 and the Securities Act 2005. 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

11 May 2016

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**ABC BANKING
CORPORATION**
count on us