

Abridged Unaudited Financial Statements for the Quarter Ended 30 September 2016

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2016

	Unaudited Sep 16 Rs	Unaudited Sep 15 Rs	Audited Jun 16 Rs
ASSETS			
Cash and cash equivalents	4,620,189,974	4,429,191,196	3,964,100,418
Loans to and placements with banks	990,314,759	738,816,400	969,392,050
Loans and advances to customers	4,833,119,474	3,594,206,656	4,618,384,205
Investment securities	4,656,053,856	3,534,584,716	4,762,813,460
Property, plant and equipment	223,378,818	219,023,364	222,202,278
Intangible assets	8,988,612	11,749,565	9,716,195
Deferred tax assets	20,899,620	12,511,138	21,796,869
Other assets	584,210,588	516,742,053	586,862,482
Total assets	15,937,155,701	13,056,825,088	15,155,267,957
LIABILITIES			
Deposits from customers	14,096,465,628	11,893,660,595	13,263,979,580
Other borrowed funds	-	-	140,000,000
Current tax liabilities	43,694,003	7,070,348	32,541,835
Other liabilities	212,361,431	187,936,285	192,244,250
Preference shares	326,206,780	326,343,535	320,758,971
Total liabilities	14,678,727,842	12,415,010,763	13,949,524,636
Shareholders' Equity			
Stated capital	940,495,472	506,699,200	940,495,472
Retained earnings	229,934,893	75,536,729	178,491,090
Other reserves	87,997,494	59,578,396	86,756,759
Capital and reserves	1,258,427,859	641,814,325	1,205,743,321
Total equity and liabilities	15,937,155,701	13,056,825,088	15,155,267,957
Contingent liabilities			
Guarantees on account of customers	12,321,203	7,971,468	10,051,719
Letter of credit and other obligations on account of customers	-	8,634,795	6,639,134
Commitments	691,863,754	398,894,200	675,453,569
	704,184,957	415,500,463	692,144,422

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2016

	Unaudited Quarter ended 30 Sep 2016 Rs	Unaudited Quarter ended 30 Sep 2015 Rs	Audited Year ended 30 Jun 16 Rs
Interest income	159,527,450	131,202,264	568,364,546
Interest expense	(79,940,783)	(71,688,078)	(300,366,712)
Net interest income	79,586,667	59,514,186	267,997,834
Fee and commission income	14,421,235	18,122,052	62,287,855
Fee and commission expense	(5,717,677)	(6,852,743)	(27,486,119)
Net fee and commission income	8,703,558	11,269,309	34,801,736
Trading Income	24,279,864	30,650,029	130,136,225
Other income	289,994	252,908	1,545,861
Operating income	112,860,083	101,686,432	434,481,656
Non interest expense	(45,722,050)	(50,658,565)	(188,006,626)
Operating profit before impairment	67,138,033	51,027,867	246,475,030
Allowance for credit impairment	(2,325,946)	(8,608,910)	(44,492,851)
Profit before taxation	64,812,087	42,418,957	201,982,179
Tax expense	(12,049,417)	(5,657,805)	(25,529,284)
Profit for the period	52,762,670	36,761,152	176,452,895
Other comprehensive loss			
Items that will not be reclassified subsequently to profit or loss:			
Remeasurement of retirement pension net of deferred tax	-	-	852,957
Items that may be reclassified subsequently to profit or loss:			
Fair value realised on disposal of available-for-sale assets	-	-	(389,784)
Loss on remeasuring available-for-sale assets	(78,132)	(2,888,037)	(4,806,342)
	(78,132)	(2,888,037)	(5,196,126)
Other comprehensive loss for the period	(78,132)	(2,888,037)	(4,343,169)
Total comprehensive income	52,684,538	33,873,115	172,109,726
Earnings per share	0.69	0.77	3.46

STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 30 SEPTEMBER 2016

	Stated Capital Rs	Retained Earnings Rs	Statutory Reserve Rs	General Banking Reserve Rs	Investment Revaluation Reserve Rs	Total Rs
At 01 July 2015	506,699,200	49,836,305	24,353,693	25,290,066	1,761,946	607,941,210
Net profit for the period	-	36,761,152	-	-	-	36,761,152
Other comprehensive loss for the period	-	-	-	-	(2,888,037)	(2,888,037)
Transfer to General banking reserve	-	(11,060,728)	-	11,060,728	-	-
At 30 September 2015	506,699,200	75,536,729	24,353,693	36,350,794	(1,126,091)	641,814,325
At 01 July 2015	506,699,200	49,836,305	24,353,693	25,290,066	1,761,946	607,941,210
Issue of share capital	433,796,272	-	-	-	-	433,796,272
Net profit for the year	-	176,452,895	-	-	-	176,452,895
Other comprehensive profit/(loss) for the year	-	852,957	-	-	(5,196,126)	(4,343,169)
Transfer to General banking reserve	-	(14,079,246)	-	14,079,246	-	-
Transfer to Statutory reserve	-	(26,467,934)	26,467,934	-	-	-
Dividend paid	-	(8,103,887)	-	-	-	(8,103,887)
At 30 June 2016	940,495,472	178,491,090	50,821,627	39,369,312	(3,434,180)	1,205,743,321
Net profit for the period	-	52,762,670	-	-	-	52,762,670
Other comprehensive loss for the period	-	-	-	-	(78,132)	(78,132)
Transfer to General banking reserve	-	(1,318,867)	-	1,318,867	-	-
At 30 September 2016	940,495,472	229,934,893	50,821,627	40,688,179	(3,512,312)	1,258,427,859

STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 30 SEPTEMBER 2016

	Unaudited Quarter ended 30 Sep 2016 Rs	Unaudited Quarter ended 30 Sep 2015 Rs	Audited Year ended 30 Jun 16 Rs
Net cash generated from operating activities	694,528,717	731,789,127	945,869,005
Net cash generated from/(used in) investing activities	101,560,839	(511,936,676)	(1,756,799,717)
Net cash (used in)/generated from financing activities	(140,000,000)	-	565,692,385
Net increase/(decrease) in cash and cash equivalents	656,089,556	219,852,451	(245,238,327)
Net cash and cash equivalents at beginning of period	3,964,100,418	4,209,338,745	4,209,338,745
Net cash and cash equivalents at end of period	4,620,189,974	4,429,191,196	3,964,100,418

Comments on results

Following from the exceptional performance of FY15/16, the quarter ended 30 September 2016 was characterised by a positive momentum for the bank with a net profit after tax of MUR 52.8 million.

This performance was mainly driven by an increase in the bank's Net Interest Income to reach MUR 79.6 million, bumping up the Total Income to MUR 112.9 million for the quarter. Over the recent quarter, the bank continued to focus on expanding its loan book and optimising returns on its investment.

As at the end of September 2016, the bank's total assets base reached MUR 15.9 billion, while the growing deposits and savings portfolio ended the quarter at MUR 14.1 billion.

Based on current trends, the results for the quarter ended 31 December 2016 should show similar results achieved over the first quarter.

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 2016.

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 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 November 2016

WEAL HOUSE, Duke of Edinburgh Avenue,
Place d'Armes, 11328, Port Louis, Mauritius
Tel: (230) 206 8000 Fax: (230) 208 0088
Web: www.abcbanking.mu

 **ABC BANKING
CORPORATION**
count on us