

Abridged unaudited consolidated statement of financial position as at 31 December 2024

	Unaudited 31-Dec-24 Rs'000	Unaudited 31-Dec-23 Rs'000	Audited 30-Jun-24 Rs'000
ASSETS			
Cash and cash equivalents	19,368	159,213	69,922
Net investment in lease receivables ¹	3,696,893	3,207,713	3,213,376
Investment securities	1,509,825	1,095,150	1,158,785
Investments in associates	7,343,210	6,816,061	7,219,286
Equipment ²	1,360,496	1,205,364	1,168,411
Intangible assets	46,142	45,047	45,234
Current tax assets	5,454	10,883	11,505
Other assets	153,252	72,941	142,222
Total assets	14,134,640	12,612,372	13,028,741
LIABILITIES			
Deposits from customers	5,197,237	4,317,756	4,250,506
Borrowings	530,293	584,341	601,574
Current tax liabilities	740	113	440
Deferred tax liabilities	46,266	35,096	46,266
Other liabilities	131,981	122,750	60,717
Total liabilities	5,906,517	5,060,056	4,959,503
SHAREHOLDERS' EQUITY			
Share capital	103,355	103,355	103,355
Retained earnings	3,304,869	2,993,834	3,216,438
Other components of equity	4,819,899	4,455,127	4,749,445
Total equity	8,228,123	7,552,316	8,069,238
Total equity and liabilities	14,134,640	12,612,372	13,028,741

Abridged unaudited consolidated statement of profit or loss for the period ended 31 December 2024

	Unaudited 3 months to 31-Dec-24 Rs'000	Unaudited 3 months to 31-Dec-23 Rs'000	Unaudited 6 months to 31-Dec-24 Rs'000	Unaudited 6 months to 31-Dec-23 Rs'000	Audited Year to 30-Jun-24 Rs'000
Interest income	68,223	54,919	127,371	110,559	225,176
Interest expense	(51,387)	(48,892)	(98,511)	(95,135)	(191,153)
Net interest income	16,836	6,027	28,860	15,424	34,023
Fee and commission income	6,195	2,908	10,221	5,338	12,997
Other income	88,009	69,262	191,462	168,741	329,238
Operating income	111,040	78,197	230,543	189,503	376,258
Non-interest expense ³	(99,140)	(86,293)	(188,329)	(166,803)	(344,341)
Operating profit/(loss) before impairment	11,900	(8,096)	42,214	22,700	31,917
Net impairment (loss)/gain of financial assets	(3,486)	5,915	(4,867)	5,789	19,781
Operating profit/(loss)	8,414	(2,181)	37,347	28,489	51,698
Share of (loss)/profit of associates	(4,526)	33,399	44,604	98,826	260,653
Profit before tax	3,888	31,218	81,951	127,315	312,351
Income tax expense	(3,582)	(2,649)	(7,190)	(5,707)	(13,639)
Profit attributable to equity holders of the parent	306	28,569	74,761	121,608	298,712
Earnings per share (Rs.) ⁴	0.00	0.28	0.72	1.18	2.89
Number of shares in issue (thousands)	103,355	103,355	103,355	103,355	103,355

Abridged unaudited consolidated statement of other comprehensive income for the period ended 31 December 2024

	Unaudited 3 months to 31-Dec-24 Rs'000	Unaudited 3 months to 31-Dec-23 Rs'000	Unaudited 6 months to 31-Dec-24 Rs'000	Unaudited 6 months to 31-Dec-23 Rs'000	Audited Year to 30-Jun-24 Rs'000
Profit attributable to equity holders of the parent	306	28,569	74,761	121,608	298,712
Other comprehensive income:					
Items that will not be reclassified to profit or loss	10,721	38,490	156,497	(23,308)	326,733
Items that may be reclassified subsequently to profit or loss	75	(91)	(24)	(91)	-
Other comprehensive income for the period	10,796	38,399	156,473	(23,399)	326,733
Total comprehensive income attributable to equity holders of the parent	11,102	66,968	231,234	98,209	625,445

Abridged unaudited consolidated statement of changes in equity for the period ended 31 December 2024

	Share Capital	Capital Contribution	Retained Earnings	Capital Reserve	Revaluation & Other Reserve	Statutory Reserve	Total Equity
	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
At 1 July 2023	103,355	200,000	2,872,688	1,182,778	3,013,310	149,157	7,521,288
Profit for the period	-	-	121,608	-	-	-	121,608
Other comprehensive income for the period	-	-	-	1,568	(24,967)	-	(23,399)
Total comprehensive income for the period	-	-	121,608	1,568	(24,967)	-	98,209
Dividends to ordinary shareholders	-	-	(67,181)	-	-	-	(67,181)
Transactions with owners	-	-	(67,181)	-	-	-	(67,181)
Other movements in reserves	-	-	66,719	(8,966)	(57,753)	-	-
At 31 December 2023	103,355	200,000	2,993,834	1,175,380	2,930,590	149,157	7,552,316
At 1 July 2023	103,355	200,000	2,872,688	1,182,778	3,013,310	149,157	7,521,288
Profit for the year	-	-	298,712	-	-	-	298,712
Other comprehensive income for the year	-	-	(1,412)	293,866	34,279	-	326,733
Total comprehensive income for the year	-	-	297,300	293,866	34,279	-	625,445
Dividends to ordinary shareholders	-	-	(67,181)	-	-	-	(67,181)
Dividends to non-cumulative preference shareholders	-	-	(11,000)	-	-	-	(11,000)
Transactions with owners	-	-	(78,181)	-	-	-	(78,181)
Other movements in reserves	-	-	124,631	(145,548)	12,254	9,349	686
At 30 June 2024	103,355	200,000	3,216,438	1,331,096	3,059,843	158,506	8,069,238
Profit for the period	-	-	74,761	-	-	-	74,761
Other comprehensive income for the period	-	-	-	(24)	156,497	-	156,473
Total comprehensive income for the period	-	-	74,761	(24)	156,497	-	231,234
Dividends to ordinary shareholders	-	-	(72,349)	-	-	-	(72,349)
Transactions with owners	-	-	(72,349)	-	-	-	(72,349)
Other movements in reserves	-	-	86,019	(90,125)	4,106	-	-
At 31 December 2024	103,355	200,000	3,304,869	1,240,947	3,220,446	158,506	8,228,123

Abridged unaudited consolidated statement of cash flows for the period ended 31 December 2024

	Unaudited 6 Months to 31-Dec-24 Rs'000	Unaudited 6 Months to 31-Dec-23 Rs'000	Audited Year to 30-Jun-24 Rs'000
Cash generated from operations	820,138	498,914	245,131
Income tax (paid)/refund	(839)	(1,400)	1,543
Net cash flows from operating activities	819,299	497,514	246,674
Net cash flows from investing activities	(696,033)	(235,137)	(79,879)
Net cash flows from financing activities	(105,230)	(145,334)	(159,438)
Increase in cash and cash equivalents	18,036	117,043	7,357
Net cash and cash equivalents brought forward	(523,715)	(531,072)	(531,072)
Net cash and cash equivalents carried forward	(505,679)	(414,029)	(523,715)

Cash and cash equivalents as shown in the statement of cash flows

Cash and cash equivalents	19,368	159,213	69,922
Allowances for credit impairment	3	61	3
Short term borrowed funds	(525,050)	(573,303)	(593,640)
Net cash and cash equivalent	(505,679)	(414,029)	(523,715)

Notes

1. Net investment in lease receivables

Receivable within one year
Receivable after one year

Unaudited 31-Dec-24 Rs'000	Unaudited 31-Dec-23 Rs'000	Audited 30-Jun-24 Rs'000
1,043,950	1,056,364	930,128
2,652,943	2,151,349	2,283,248
3,696,893	3,207,713	3,213,376

2. Equipment

Assets under operating leases included under the above caption

1,359,429	1,203,773	1,167,379
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3. Non-interest expense

Depreciation of assets under operating leases included under the above caption

121,782	116,293	236,883
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4. Earnings per share

Earnings per share is calculated by dividing the profit attributable to equity holders of the parent by the number of equity shares in issue and ranking for dividend.

5. Operating segments

6 months to 31 December 2024

Gross income
Operating profit

Group Rs'000	Leasing Rs'000	Investing Rs'000	Eliminations Rs'000
329,054	305,803	119,113	(95,862)
37,347	34,662	98,547	(95,862)

6 months to 31 December 2023

Gross income
Operating profit

284,638	266,244	121,549	(103,155)
28,489	99,460	32,184	(103,155)

Year ended 30 June 2024

Gross income
Operating profit

567,411	547,715	140,895	(121,199)
51,698	75,615	97,282	(121,199)

Comments on results

Fincorp Investment Limited (“Fincorp”) posted a consolidated profit after tax amounting to Rs 74.8 million for the six months ended 31 December 2024, representing a decline of 39% compared to the same period last year (FY24: Rs 121.6 million).

Fincorp’s wholly owned subsidiary, MCB Leasing Limited, recorded an improved performance, with profit increasing from Rs 26.7 million to Rs 28.1 million on the back of an increase in finance lease and operating lease activities.

However, the share of profits of associates declined from Rs 98.8 million to Rs 44.6 million, primarily due to:

- losses recorded by Caudan Development Limited (“CDL”), impacted by the wage relativity adjustments and the 14th month special allowance, the introduction of the new Corporate Climate Responsibility levy and higher provision for bad debts; as well as
- a significant drop in the profit of Medine, one of Promotion and Development’s (“PAD”) associates, mainly following lower land sales.

Scheme of Arrangement

The restructuring of PAD and CDL through a Scheme of Arrangement became effective as from 31st January 2025, with PAD holding 100% of the share capital of CDL. The shareholding of Fincorp in PAD and CDL of 46.34% and 5.34% respectively prior to the scheme, now stands at 44.09 % in PAD.

Outlook

With economic expansion in Mauritius expected to be moderate amid persistent global challenges and uncertainties, the Group remains focused on closely monitoring key developments in the operating environment. We will continue to prudently execute our strategic initiatives to support sustainable business growth.

Mr. Frederic Tyack joined Fincorp as its new Chief Executive on the 16th of January 2025 and his visionary leadership, extensive industry expertise, and strong commitment will be instrumental in driving long-term growth and value for the organisation.

By the order of the Board

13 February 2025

The abridged unaudited interim consolidated 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 and restatements made.

Copies of the abridged unaudited interim consolidated financial statements are available to the public and can be obtained free of charge from the Company Secretary at the registered office of the Company, 9-15, Sir William Newton Street, Port-Louis and can be viewed on our website: fincorp.mu

The statement of direct and indirect interests of officers of the Company required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request, free of charge, at the registered office of the Company.

This communiqué is issued pursuant to Listing Rule 12.20 and Securities Act 2005.

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