

For the period ended 31 December 2022, CFSL's bottom line result amounted to MUR 195.9M. Whilst revenue level have shown continued progress on the back of the growth in asset portfolio, interest expense has increased following the increases in CFSL's cost of fund.

Outlook

With the volatility in the interest rate following the changes to the key rate, the Group expects its results to be impacted with an increasing cost of funding and tightening margins. The Group will therefore continue to adopt a prudent and flexible approach in managing its assets and cost base.

By Order of the Board
Cim Administrators Ltd
Company Secretary

07 February 2023

The condensed financial statements of the Group ('Interim Report') are unaudited and have been prepared using the same accounting policies as the audited statements for the year ended 30 September 2022, except for the adoption of published Standards that are now effective.

This Interim Report is issued pursuant to Listing Rule 12.20 and the Securities Act 2005. Copies of the statement of direct and indirect interests of Officers pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 and the Interim Report are available free of charge upon request made to the Company Secretary at the registered office of CFSL.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited December		Audited September
	2022 MUR m	2021 MUR m	2022 MUR m
ASSETS			
Cash and bank balances	837.5	916.0	681.8
Deposits with banks	616.8	472.6	482.9
Net investment in leases and other credit agreements	9,470.9	8,053.7	8,909.9
Loans and advances	7,288.1	6,561.5	7,079.8
Investments securities	121.2	129.6	120.4
Other assets	437.3	392.0	431.5
Inventories	2.7	2.6	3.0
Investments in associates	11.9	14.5	12.5
Equipment	436.1	424.1	417.6
Right-of-use assets	167.0	183.7	176.9
Deferred tax assets	349.0	244.4	342.1
Intangible assets	115.9	106.4	126.1
Total assets	19,854.4	17,501.1	18,784.5
LIABILITIES			
Bank overdraft	82.8	42.1	72.7
Other borrowed funds	12,220.5	10,309.0	11,735.1
Other liabilities	1,918.1	1,999.1	1,402.9
Lease liabilities	200.9	212.4	209.4
Income tax liabilities	250.9	250.7	210.0
Deferred tax liabilities	33.0	0.1	29.9
Post employment benefit liabilities	155.5	120.9	155.3
Total liabilities	14,861.7	12,934.3	13,815.3
EQUITY			
Stated capital	680.5	680.5	680.5
Retained earnings	3,820.4	3,373.0	3,786.6
Other reserves	491.8	513.3	502.1
Total equity	4,992.7	4,566.8	4,969.2
Total equity and liabilities	19,854.4	17,501.1	18,784.5

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Unaudited December		Audited September
	2022 MUR m	2021 MUR m	2022 MUR m
Interest income	614.4	525.6	2,502.3
Interest expense	(110.1)	(94.4)	(427.5)
Net interest income	504.3	431.2	2,074.8
Non interest income	200.1	178.5	497.9
Net operating income	704.4	609.7	2,572.7
Operating expenses	(349.1)	(318.2)	(1,292.7)
Profit before impairment	355.3	291.5	1,280.0
Net impairment losses on financial assets	(104.8)	(149.8)	(560.7)
Profit after impairment	250.5	141.7	719.3
Foreign exchange (loss)/gain	(2.0)	2.3	1.6
Net gain on disposal of investment in subsidiary	-	-	16.4
Share of results of associates	(0.7)	(0.5)	(2.5)
Profit before tax	247.8	143.5	734.8
Income tax expense	(51.9)	(27.4)	(133.5)
Profit for the period/year	195.9	116.1	601.3
Basic earnings per share	MUR 0.29	0.17	0.88
Dividends per share	MUR 0.24	0.20	0.31
Number of ordinary shares used in calculation	680,522,310	680,522,310	680,522,310

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Unaudited December		Audited September
	2022 MUR m	2021 MUR m	2022 MUR m
Profit for the period/year	195.9	116.1	601.3
Other comprehensive (loss)/income			
Items that will not be reclassified to profit or loss			
Remeasurement of post employment benefit, net of tax	-	-	(19.1)
Items that may be reclassified subsequently to profit or loss			
Exchange difference on translation of foreign entities	(8.8)	14.8	17.0
Share of other comprehensive income of associates	-	(15.5)	-
Other comprehensive loss for the period/year, net of tax	(8.8)	(0.7)	(2.1)
Total comprehensive income for the period/year, net of tax	187.1	115.4	599.2

CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited December		Audited September
	2022 MUR m	2021 MUR m	2022 MUR m
Net cash flow (used in)/generated from operating activities	(171.3)	188.6	(281.0)
Net cash flow used in investing activities	(179.9)	(49.9)	(212.3)
Net cash flow generated from financing activities	494.8	417.3	773.9
Net increase in cash and cash equivalents	143.6	556.0	280.6
Cash and cash equivalents - opening	609.1	317.3	317.3
Effect of exchange rate changes on cash and cash equivalents	2.0	0.6	11.2
Cash and cash equivalents - closing	754.7	873.9	609.1

SEGMENT ANALYSIS

	Net Operating Income		Profit After Tax	
	December		December	
	2022 MUR m	2021 MUR m	2022 MUR m	2021 MUR m
Finance	677.1	586.2	203.8	128.7
Investments	58.8	41.7	(7.9)	(12.6)
Group elimination	(31.5)	(18.2)	-	-
	704.4	609.7	195.9	116.1

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Stated capital MUR m	Other reserves MUR m	Retained earnings MUR m	Total Equity MUR m
At 1 October 2022	680.5	502.1	3,786.6	4,969.2
Profit for the period	-	-	195.9	195.9
Other comprehensive (loss) / income for the period	-	(10.3)	1.2	(9.1)
Total comprehensive (loss) / income for the period	-	(10.3)	197.1	186.8
Dividends	-	-	(163.3)	(163.3)
Total transactions with owners of parent	-	-	(163.3)	(163.3)
At 31 December 2022	680.5	491.8	3,820.4	4,992.7

	Stated capital MUR m	Other reserves MUR m	Retained earnings MUR m	Total Equity MUR m
At 1 October 2021	680.5	504.2	3,402.8	4,587.5
Profit for the period	-	-	116.1	116.1
Other comprehensive income / (loss) for the period	-	9.1	(9.8)	(0.7)
Total comprehensive income for the period	-	9.1	106.3	115.4
Dividends	-	-	(136.1)	(136.1)
Total transactions with owners of parent	-	-	(136.1)	(136.1)
At 31 December 2021	680.5	513.3	3,373.0	4,566.8