

### Consolidated Statement of Financial Position

	<b>Unaudited 30-Sep-20 Rs'000</b>	Unaudited 30-Sep-19 (Restated) Rs'000	Audited 30-Jun-20 Rs'000
<b>ASSETS EMPLOYED</b>			
<b>NON-CURRENT ASSETS</b>			
Intangible assets	20,286	23,698	21,294
Plant and equipment <sup>1</sup>	658,281	690,655	674,034
Investments in associates	5,105,248	5,608,507	5,193,719
Investment securities	811,315	532,074	726,954
Loan receivable	355,618	303,648	342,937
Finance lease receivables <sup>2</sup>	1,968,758	2,224,983	2,230,566
Deposits with financial institutions	-	56,519	-
	<b>8,919,506</b>	9,440,084	9,189,504
<b>CURRENT ASSETS</b>	<b>1,951,053</b>	1,708,761	1,796,107
<b>CURRENT LIABILITIES</b>	<b>(2,715,812)</b>	(1,852,368)	(2,744,889)
<b>NET CURRENT LIABILITIES</b>	<b>(764,759)</b>	(143,607)	(948,782)
	<b>8,154,747</b>	9,296,477	8,240,722
<b>FINANCED BY</b>			
Share capital	103,355	103,355	103,355
Retained earnings	2,012,342	2,094,935	1,993,687
Other components of equity	3,478,153	3,816,961	3,579,782
<b>SHAREHOLDERS' INTERESTS</b>	<b>5,593,850</b>	6,015,251	5,676,824
<b>NON-CURRENT LIABILITIES</b>			
Deposits from customers	2,181,559	2,944,144	2,192,914
Borrowings	365,256	321,373	353,934
Deferred tax liabilities	14,082	15,709	17,050
	<b>2,560,897</b>	3,281,226	2,563,898
	<b>8,154,747</b>	9,296,477	8,240,722

### Consolidated Statement of Profit or Loss

	<b>Unaudited Quarter to 30-Sep-20 Rs'000</b>	Unaudited Quarter to 30-Sep-19 Rs'000	Audited Year to 30-Jun-20 Rs'000
<b>Revenue</b>	<b>119,728</b>	125,908	487,742
Other income	<b>60,041</b>	55,692	224,253
(Loss)/Profit on exchange	<b>(176)</b>	117	(540)
Finance income	<b>62,138</b>	69,919	269,060
Finance costs	<b>(48,937)</b>	(55,178)	(218,106)
Operating expenses <sup>3</sup>	<b>(55,118)</b>	(57,772)	(238,791)
<b>Operating profit before impairment</b>	<b>17,948</b>	12,778	35,876
Net impairment of financial assets	<b>(7,543)</b>	271	(9,718)
<b>Operating profit</b>	<b>10,405</b>	13,049	26,158
Share of profits/(loss) of associates	<b>5,054</b>	39,156	(76,608)
<b>Profit/(Loss) before tax</b>	<b>15,459</b>	52,205	(50,450)
Income tax credit/(expense)	<b>2,968</b>	(1,835)	(965)
<b>Profit/(Loss) attributable to equity holders of the parent</b>	<b>18,427</b>	50,370	(51,415)
<b>Earnings/(Loss) per share (Re.) <sup>5</sup></b>	<b>0.18</b>	0.49	(0.50)
<b>Number of shares in issue (thousands)</b>	<b>103,355</b>	103,355	103,355

### Consolidated Statement of Comprehensive Income

	<b>Unaudited Quarter to 30-Sep-20 Rs'000</b>	Unaudited Quarter to 30-Sep-19 Rs'000	Audited Year to 30-Jun-20 Rs'000
<b>Profit/(Loss) attributable to equity holders of the parent</b>	<b>18,427</b>	50,370	(51,415)
<b>Other comprehensive (expense)/income:</b>			
<b>Items that will not be reclassified to profit or loss:</b>			
Net fair value (loss)/gain on equity investments	<b>(7,875)</b>	11,700	50,625
Share of other comprehensive (expense)/income of associates	<b>(93,533)</b>	19,201	(254,711)
	<b>(101,408)</b>	30,901	(204,086)
<b>Items that may be reclassified subsequently to profit or loss:</b>			
Share of other comprehensive income/(expense) of associates	<b>7</b>	(232)	(26)
	<b>7</b>	(232)	(26)
Other comprehensive (expense)/income for the period	<b>(101,401)</b>	30,669	(204,112)
<b>Total comprehensive (expense)/income attributable to equity holders of the parent</b>	<b>(82,974)</b>	81,039	(255,527)

### Consolidated Statement of Changes in Equity

	Share Capital Rs'000	Capital Contribution Rs'000	Retained Earnings Rs'000	Capital Reserve Rs'000	Revaluation & Other Reserve Rs'000	Statutory Reserve Rs'000	Total Rs'000
<b>At 01 July 2019, as restated</b>	<b>103,355</b>	<b>200,000</b>	<b>2,110,286</b>	<b>610,428</b>	<b>2,873,941</b>	<b>109,177</b>	<b>6,007,187</b>
Profit for the period	-	-	50,370	-	-	-	50,370
Other comprehensive (expense)/income for the period	-	-	(282)	50	30,901	-	30,669
Total comprehensive income for the period	-	-	50,088	50	30,901	-	81,039
Share of transfer by associate	-	-	7,588	-	(7,588)	-	-
Share of other movements in reserves of associate	-	-	(14)	-	52	-	38
Dividends	-	-	(62,013)	-	-	-	(62,013)
Dividends to non-cumulative preference shareholders	-	-	(11,000)	-	-	-	(11,000)
<b>At 30 September 2019</b>	<b>103,355</b>	<b>200,000</b>	<b>2,094,935</b>	<b>610,478</b>	<b>2,897,306</b>	<b>109,177</b>	<b>6,015,251</b>
<b>At 01 July 2019, as restated</b>	<b>103,355</b>	<b>200,000</b>	<b>2,110,286</b>	<b>610,428</b>	<b>2,873,941</b>	<b>109,177</b>	<b>6,007,187</b>
Loss for the year	-	-	(51,415)	-	-	-	(51,415)
Other comprehensive expense for the year	-	-	(329)	-	(203,783)	-	(204,112)
Total comprehensive expense for the year	-	-	(51,744)	-	(203,783)	-	(255,527)
Share of transfer by associate	-	-	10,836	-	(10,836)	-	-
Effect of employee share options exercised in associate	-	-	(3,011)	-	-	-	(3,011)
Share of other movements in reserves of associate	-	-	-	-	(7,195)	-	(7,195)
Share of impact of change in shareholding in associates	-	-	8,383	-	-	-	8,383
Dividends	-	-	(73,013)	-	-	-	(73,013)
Transfer to statutory reserve	-	-	(8,050)	-	-	8,050	-
<b>At 30 June 2020</b>	<b>103,355</b>	<b>200,000</b>	<b>1,993,687</b>	<b>610,428</b>	<b>2,652,127</b>	<b>117,227</b>	<b>5,676,824</b>
Profit for the period	-	-	18,427	-	-	-	18,427
Other comprehensive income/(expense) for the period	-	-	-	1,849	(103,250)	-	(101,401)
Total comprehensive income/(expense) for the period	-	-	18,427	1,849	(103,250)	-	(82,974)
Share of transfer by associate	-	-	228	-	(228)	-	-
<b>At 30 September 2020</b>	<b>103,355</b>	<b>200,000</b>	<b>2,012,342</b>	<b>612,277</b>	<b>2,548,649</b>	<b>117,227</b>	<b>5,593,850</b>

### Consolidated Statement of Cash Flows

	<b>Unaudited</b>	Unaudited	Audited
	<b>3 Months to</b>	3 Months to	Year to
	<b>30-Sep-20</b>	30-Sep-19	30-Jun-20
	<b>Rs'000</b>	Rs'000	Rs'000
<b>Net cash flows (used in)/from operating activities</b>	<b>(110,272)</b>	392,475	885,491
Income tax paid	<b>(1,589)</b>	-	(3,264)
<b>Investing activities</b>	<b>(11,513)</b>	(28,680)	(374,384)
<b>Net cash flows before financing activities</b>	<b>(123,374)</b>	363,795	507,843
<b>Financing activities</b>			
Net decrease in borrowings	<b>(7,278)</b>	(55,717)	(113,680)
Dividends paid	-	(73,013)	(73,013)
<b>Net cash flows used in financing activities</b>	<b>(7,278)</b>	(128,730)	(186,693)
<b>(Decrease)/Increase in cash and cash equivalents</b>	<b>(130,652)</b>	235,065	321,150
Net cash and cash equivalents brought forward	<b>(249,606)</b>	(570,756)	(570,756)
<b>Net cash and cash equivalents carried forward</b>	<b>(380,258)</b>	(335,691)	(249,606)

### RESULTS

Fincorp posted a consolidated profit after tax of Rs 18.4 million for the quarter ended September 30, 2020 compared to Rs 50.4 million for the corresponding period last year.

Operating profit before taking into consideration the share of profits of associates declined from Rs 13.0 million to Rs 10.4 million, reflecting the drop in the net profit of MCB Leasing Limited to Rs 17.1 million for the quarter under review (2019: Rs20.6 million). MCB Leasing Limited was impacted by additional expected credit losses amounting to Rs7.5 million reflecting continued uncertainties in the local economy as a result of the pandemic.

The share of profits of associates also dropped, contributing to a profit of Rs 5.0 million to group results compared to Rs 39.2 million last year. Whilst the results of Caudan improved on the back of a better performance of the Security Services cluster as well as a drop in finance charges in line with the declining interest rate environment, Medine's performance was adversely impacted by a drop in the profit from the sale of land.

### PROSPECTS

The operating context remains particularly challenging as a result of the pandemic, with low visibility on the evolution of the situation going forward. Against this backdrop, we will continue to monitor the situation closely with regular assessment of potential scenarios in order to preserve the financial soundness of the group.

**By order of the Board**

12 November 2020

### Notes

	<b>Unaudited 30-Sep-20 Rs'000</b>	Unaudited 30-Sep-19 Rs'000	Audited 30-Jun-20 Rs'000	
<b>1. Plant and equipment</b>				
Assets under operating leases included under the above caption	<u>655,376</u>	689,358	670,862	
<b>2. Finance lease receivables</b>				
Receivable within one year and included in current assets	<u>1,379,474</u>	1,181,178	1,063,906	
Receivable after one year	<u>1,968,758</u>	2,224,983	2,230,566	
	<u>3,348,232</u>	3,406,161	3,294,472	
<b>3. Operating expenses</b>				
Depreciation of assets under operating leases included in operating expenses	<u>36,878</u>	37,273	155,501	
<b>4. Operating segments</b>				
	<b>Group</b>	<b>Leasing</b>	<b>Investing</b>	<b>Eliminations</b>
	Rs'000	Rs'000	Rs'000	Rs'000
<i>3 months to 30 Sept 2020</i>				
Segment revenue	<u>119,728</u>	<u>116,664</u>	<u>3,064</u>	-
Operating profit/(loss)	<u>10,405</u>	<u>14,106</u>	<u>(3,701)</u>	-
<i>3 months to 30 Sept 2019</i>				
Segment revenue	<u>125,908</u>	<u>123,816</u>	<u>65,550</u>	(63,458)
Operating profit	<u>13,049</u>	<u>22,267</u>	<u>54,240</u>	(63,458)
<i>Year ended 30 June 2020</i>				
Segment revenue	<u>487,742</u>	<u>479,215</u>	<u>71,985</u>	(63,458)
Operating profit	<u>26,158</u>	<u>54,480</u>	<u>35,136</u>	(63,458)
<b>5. Earnings/(loss) per share</b>				
Earnings/(loss) per share is calculated by dividing the profit/(loss) attributable to equity holders of the parent by the number of equity shares in issue and ranking for dividend.				

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 2020.

Where necessary, comparative figures have been amended to conform with changes in presentation or in accounting policies. 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: [www.fincorp.mu](http://www.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.