

Statements of Financial Position

	Notes	GROUP		COMPANY	
		2018 Rs'000	2017 Rs'000	2018 Rs'000	2017 Rs'000
ASSETS EMPLOYED					
NON-CURRENT ASSETS					
Intangible assets		26,048	30,077	-	-
Property, plant and equipment	3	592,372	600,287	-	-
Investments in associates		5,219,097	5,317,033	2,143,513	2,223,313
Investment in subsidiary		-	-	200,000	200,000
Investment securities - available-for-sale		490,642	452,703	490,642	452,703
Loan receivable		308,914	299,908	308,914	405,479
Finance lease receivables	4	2,199,442	2,485,310	-	-
Deposits with financial institutions		104,787	220,803	-	-
		8,941,302	9,406,121	3,143,069	3,281,495
CURRENT ASSETS		1,868,552	1,653,728	57,859	49,745
CURRENT LIABILITIES		(1,611,945)	(1,927,206)	(690,632)	(807,020)
NET CURRENT ASSETS/(LIABILITIES)		256,607	(273,478)	(632,773)	(757,275)
		9,197,909	9,132,643	2,510,296	2,524,220
FINANCED BY					
SHARE CAPITAL		103,355	103,355	103,355	103,355
RETAINED EARNINGS		1,894,834	1,968,113	52,989	34,058
OTHER COMPONENTS OF EQUITY		3,643,356	3,391,187	2,045,038	2,086,899
SHAREHOLDERS' INTERESTS		5,641,545	5,462,655	2,201,382	2,224,312
NON-CURRENT LIABILITIES					
Deposits		3,115,335	3,041,260	-	-
Borrowings		423,018	609,401	308,914	299,908
Deferred tax liabilities		18,011	19,327	-	-
		3,556,364	3,669,988	308,914	299,908
		9,197,909	9,132,643	2,510,296	2,524,220

Statements of Profit or Loss

	GROUP		COMPANY	
	Year ended 2018	Year ended 2017	Year ended 2018	Year ended 2017
	Rs'000	Rs'000	Rs'000	Rs'000
Revenue	504,298	497,234	135,749	82,173
Other income	208,526	195,341	122,331	71,232
(Loss)/profit on exchange	(362)	99	(362)	99
Finance income	296,195	304,595	13,418	13,643
Finance costs	(244,979)	(254,099)	(49,939)	(53,892)
Operating expenses	(192,261)	(185,988)	(3,008)	(2,809)
Operating profit before impairment	67,119	59,948	82,440	28,273
Net impairment of financial assets	(17,846)	(42,793)	-	-
Operating profit	49,273	17,155	82,440	28,273
Share of (losses)/profits of associates	(42,201)	70,337	-	-
Profit before tax	7,072	87,492	82,440	28,273
Income tax expense	(15,800)	(5,508)	(1,496)	(818)
(Loss)/profit attributable to equity holders of the parent	(8,728)	81,984	80,944	27,455

Statements of Comprehensive Income

	GROUP		COMPANY	
	Year ended 2018	Year ended 2017	Year ended 2018	Year ended 2017
	Rs'000	Rs'000	Rs'000	Rs'000
(Loss)/profit attributable to equity holders of the parent	(8,728)	81,984	80,944	27,455
Other comprehensive income/(expense):				
Items that will not be reclassified to profit or loss:				
Share of other comprehensive expense of associates	(18,470)	(7,286)	-	-
Items that may be reclassified subsequently to profit or loss:				
Net fair value (loss)/gain on investments in associates	-	-	(79,800)	547,991
Net fair value gain on available-for-sale investments	37,939	10,082	37,939	10,082
Share of other comprehensive income of associates	29,019	242,148	-	-
	66,958	252,230	(41,861)	558,073
Other comprehensive income/(expense) for the year	48,488	244,944	(41,861)	558,073
Total comprehensive income attributable to equity holders of the parent	39,760	326,928	39,083	585,528

Data per Share

Net assets per share* (Rs.)	52.65	52.85	21.30	21.52
(Loss)/earnings per share (Re.)	(0.08)	0.79	0.78	0.27
No. of shares in issue (thousands)	103,355	103,355	103,355	103,355

* after adjusting for the non-cumulative irredeemable preference shares

Statements of Changes in Equity

	Share Capital	Capital Contribution	Retained Earnings	Capital Reserve	Revaluation & Other Reserve	Statutory Reserve	General Risk Reserve	Total
GROUP	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
At 1st July 2016	103,355	-	1,824,343	377,832	2,663,858	79,255	19,658	5,068,301
Profit for the year	-	-	81,984	-	-	-	-	81,984
Other comprehensive (expense)/income for the year	-	-	(8,024)	(38)	253,006	-	-	244,944
Total comprehensive income/(expense) for the year	-	-	73,960	(38)	253,006	-	-	326,928
Share of transfer by associate	-	-	10,306	-	(10,306)	-	-	-
Share of changes in ownership interests of associate's subsidiary	-	-	69,616	-	-	-	-	69,616
Effect of employee share options exercised in associate	-	-	(2,955)	-	856	-	-	(2,099)
Share of other movements in reserves of associate	-	-	(91)	-	-	-	-	(91)
Transfer to statutory reserve	-	-	(7,066)	-	-	7,066	-	-
At 30th June 2017	103,355	-	1,968,113	377,794	2,907,414	86,321	19,658	5,462,655
Loss for the year	-	-	(8,728)	-	-	-	-	(8,728)
Other comprehensive income/(expense) for the year	-	-	5,973	(2)	42,517	-	-	48,488
Total comprehensive (expense)/income for the year	-	-	(2,755)	(2)	42,517	-	-	39,760
Share of transfer by associate	-	-	407	-	(407)	-	-	-
Effect of employee share options exercised in associate	-	-	(2,319)	-	798	-	-	(1,521)
Share of other movements in reserves of associate	-	-	2,664	-	-	-	-	2,664
Issue of irredeemable preference shares by subsidiary	-	200,000	-	-	-	-	-	200,000
Dividends	-	-	(62,013)	-	-	-	-	(62,013)
Transfer to statutory reserve	-	-	(9,263)	-	-	9,263	-	-
At 30th June 2018	103,355	200,000	1,894,834	377,792	2,950,322	95,584	19,658	5,641,545
COMPANY								
At 1st July 2016	103,355	-	6,603	100,596	1,428,230	-	-	1,638,784
Profit for the year	-	-	27,455	-	-	-	-	27,455
Other comprehensive income for the year	-	-	-	-	558,073	-	-	558,073
Total comprehensive income for the year	-	-	27,455	-	558,073	-	-	585,528
At 30th June 2017	103,355	-	34,058	100,596	1,986,303	-	-	2,224,312
Profit for the year	-	-	80,944	-	-	-	-	80,944
Other comprehensive expense for the year	-	-	-	-	(41,861)	-	-	(41,861)
Total comprehensive income/(expense) for the year	-	-	80,944	-	(41,861)	-	-	39,083
Dividends	-	-	(62,013)	-	-	-	-	(62,013)
At 30th June 2018	103,355	-	52,989	100,596	1,944,442	-	-	2,201,382

Statements of Cash Flows

Net cash flows from operating activities

Income tax paid

Purchase of property, plant and equipment

Purchase of intangible assets

Proceeds from sale of available-for-sale investment

Exercise of rights in associate

Proceeds from sale of plant and equipment

Proceeds from sale of repossessed leased assets

Net cash flows used in investing activities

Net cash flows before financing activities

Financing activities

Refund of loan by subsidiary

Net decrease in borrowings

Issue of irredeemable preference shares by subsidiary

Dividends paid

Net cash flows (used in)/from financing activities

Increase/(Decrease) in cash and cash equivalents

Cash and cash equivalents at 1st July

Cash and cash equivalents at 30th June

GROUP		COMPANY	
Year ended	Year ended	Year ended	Year ended
2018	2017	2018	2017
Rs'000	Rs'000	Rs'000	Rs'000
456,261	677,945	74,694	69,103
(9,699)	(11,870)	(508)	(1,141)
(188,105)	(285,605)	-	-
-	(245)	-	-
-	11,500	-	11,500
-	(53,395)	-	(53,395)
63,274	38,439	-	-
6,267	18,655	-	-
(118,564)	(270,651)	-	(41,895)
327,998	395,424	74,186	26,067
-	-	108,016	-
(235,389)	(224,864)	-	-
200,000	-	-	-
(62,013)	(62,013)	(62,013)	(62,013)
(97,402)	(286,877)	46,003	(62,013)
230,596	108,547	120,189	(35,946)
(520,406)	(628,953)	(804,406)	(768,460)
(289,810)	(520,406)	(684,217)	(804,406)

The abridged financial statements have been audited by Messrs BDO & Co, Chartered Accountants and have been extracted from the audited financial statements for the year ended June 30th 2018 which have been prepared in accordance with International Financial Reporting Standards (IFRSs).

NOTES

1. The financial statements are audited and have been prepared in accordance with International Financial Reporting Standards.

2. COMMENTS

RESULTS

Fincorp posted a consolidated loss amounting to Rs 8.7 million for the financial year ended 30 June 2018 compared to a profit of Rs 82.0 million achieved last year.

While operating profit improved from Rs 17.2 million to Rs 49.3 million in view of the better performance of Finlease Company Limited ("Finlease"), the share of losses of the Company's associates amounted to Rs 42.2 million compared to profits of Rs 70.3 million last year. The losses incurred at the level of the Company's associate, Promotion and Development Limited ("PAD"), were primarily attributable to the significant losses posted by its associated company, Medine Limited mainly on account of losses incurred by its sugar operations coupled with lower sale proceeds on its real estate activities. The subsidiaries and other associates of PAD on the other hand posted improved results over the prior year.

PROSPECTS

The results of the Company's only subsidiary, Finlease, are expected to continue to improve. While PAD may be subject to some volatility on account of the results of Medine Limited, the subsidiaries and other associates of PAD are expected to post improved performances.

The Board is of the opinion that all of Fincorp's main investments are financially healthy and in a position from which value should be unlocked in the medium term.

3. PROPERTY, PLANT AND EQUIPMENT

Assets under operating leases included under the above caption

4. FINANCE LEASE RECEIVABLES

Receivable within one year and included in current assets
Receivable after one year

5. OPERATING EXPENSES

Depreciation of assets under operating leases included in operating expenses

6. (LOSS)/EARNINGS PER SHARE

(Loss)/earnings per share is calculated by dividing the (loss)/profit attributable to equity holders of the parent by the number of equity shares in issue and ranking for dividend.

7. Copies of the audited financial statements 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

8. 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.

9. The abridged financial statements were approved for issue by the Board of Directors on the 26th September 2018.

10. This communiqué is issued pursuant to Listing Rule 12.14 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.

GROUP	
2018	2017
Rs'000	Rs'000
590,882	598,538
1,303,865	1,307,431
2,199,442	2,485,310
3,503,307	3,792,741
132,038	116,772

BY ORDER OF THE BOARD