



# Abridged Unaudited Interim Financial Statements

for the Nine Months ended  
31 March 2018



Le partenaire de votre progrès!



# Management Discussion & Analysis

MauBank Ltd (“the bank”) is pleased to present the abridged unaudited interim financial statements of the Group and the Bank for the nine months ended 31 March 2018.

The abridged unaudited interim financial statements have been prepared using the same accounting policies as those adopted in the audited financial statements for the year ended 30 June 2017, and in accordance with the Bank of Mauritius Guidelines on Public Disclosure of Information and IAS 34.

The bank has recorded an operating profit of Rs 74.3 Mn, before impairment and tax, for the nine months ended 31 March 2018. However, the bank had to raise additional impairment charge of Rs 121.6 Mn on its legacy non performing portfolio, resulting in a loss after impairment and before tax of Rs 47.3 Mn. Non performing advances remain a heavy legacy for the bank. While relentless efforts are being deployed to optimize recovery, it remains an enduring and lengthy process.

On a purely operational front, significant improvements have been observed in key metrics. Net interest income improved by 2.08%, from Rs 482.7 Mn to Rs 492.7 Mn, for the nine months period to 31 March 2018. Net fee income increased by 5.2% over the same period, from Rs 91.0 Mn to Rs 95.8 Mn, while other income is down by Rs16.5 Mn, largely attributed to by the revaluation loss of trading securities.

The cost to income ratio for the nine months ending 31 March 2018 indicates a decreasing tendency, now standing at 90.8% compared to 96.2% for the year ended 30 June 2017. On the other hand, non-interest expense, excluding impairment on financial assets, increased by 3.0% to Rs 728.8 Mn for the nine months ended 31 March 2018, compared to the same period in 2017 as the bank pursues its strategic investment in talent and digitization.

The bank’s total assets stood at Rs 26.4 Bn at 31 March 2018 against Rs 26.2 Bn as at 30 June 2017, representing an increase of 0.8%. Net loans and advances stood at Rs 15.8 Bn at 31 March 2018, with credit facilities aggregating to Rs 2.5 Bn having already been approved and awaiting disbursement. Additionally, the deposit base of the bank improved from Rs 21.9 Bn as at 30 June 2017 to Rs 22.7 Bn as at 31 March 2018.

The Capital Adequacy Ratio of the Bank stood at 12.7%, comfortably above the regulatory minimum of 11.25%, as at 31 March 2018. At this same date, 31% of the bank’s assets, or 36% of the bank’s deposit base, were invested in liquid assets. The bank continues to adopt a prudent approach towards liquidity management. Other than actively monitoring its assets and liabilities maturity mismatch, the bank also ensures that it has a relatively large stable deposit base, in keeping with sufficient liquid assets to meet any unforeseen liquidity requirements.

With a view to improving fee income, the bank has maintained a focus on off-balance sheet items, which comprises Letters of Credit, Acceptances, Endorsements and other obligations on account of customers. Off Balance Sheet items amounted to Rs 1.7 Bn as at 31 March 2018 compared to Rs 1.5 Bn as at 30 June 2017.





# Management Discussion & Analysis

## Outlook

The bank has reinforced its position as a key player in the domestic banking business, and intends to further consolidate its brand and position by becoming the bank of choice in the segments it operates. More particularly, the bank has forged its reputation as a leading SME Bank in terms of fostering entrepreneurship through the facilitation of start-ups, and the accompaniment of existing entrepreneurs. To sustain its growth in the segment, adequate human capacity has been created through market recruitment to serve the SMEs better through client proximity and relationship management.

The corporate banking business model has already proved to be a robust one, underpinned by a clear strategy that is being implemented, while maintaining the required flexibility to keep a competitive edge. The bank has already acquired a large portfolio of corporates, including most local blue chip companies, and is now diversifying its product offerings to better serve this market.

A full-fledged International Banking service is operational since the beginning of 2018. Leveraging the significant untapped potential lying in the Global Business Sector and the opportunities Mauritius presents as an International Financial Centre, the International Banking department has already penetrated the market confidently whilst rolling out a distinctive approach to client relationship management with quick turn-around time. As at date MauBank is the only bank in the local landscape giving the possibility to Management Companies and non-resident individual customers to open an account within 48 hours, made possible through an online account opening platform accessible from any location, subject to strict compliance with all the KYC policy requirements and due diligence provisions of the bank.

The bank has also revamped its retail strategy characterized by a segmented approach, and targeted product offerings. Retail Banking pursues the rationalization of its branches in a cost-centric manner while strategically shifting its customer touch points to Post Offices and digital channels. The Digital Strategy backstops the Retail one by bringing in digital banking with a view to further penetrate the market with innovative and state of the art solutions, tailored to customer needs.

As the bank continues to re-engineer its processes, significant changes brought are already showing quantifiable impact. The creation of the Centre of Excellence, and the centralization of activities therein have already demonstrated potential for a 24% efficiency saving, improved turn around time and customer delight. Some key functions like account opening have already been automated, and are now operating on a straight-through processing mode.

The bank looks ahead with confidence, with a clear vision of where it wants to be and how to achieve it. It continues to roll out its strategy to revamp the bank, better serve its stakeholders, consolidate its financial position and improve overall performance.





# Management Discussion & Analysis

For the financial period 2017/2018, the bank pursues its objectives to reduce its cost to income ratio, grow its asset base, improve interest income as well as its non-fund base income with a view to building financial resilience and increasing profitability.

  
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Director

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Chief Executive Officer

Date: **10 MAY 2018**



**STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD/YEAR ENDED**

	Group					Bank				
	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	Quarter Ended	Quarter Ended	Nine Months Ended	Nine Months Ended	Year Ended	Quarter Ended	Quarter Ended	Nine Months Ended	Nine Months Ended	Year Ended
	31-Mar-2018	31-Mar-2017	31-Mar-2018	31-Mar-2017	30-Jun-2017	31-Mar-2018	31-Mar-2017	31-Mar-2018	31-Mar-2017	30-Jun-2017
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
Interest Income	284,087,924	343,793,692	892,722,704	1,092,573,060	1,392,054,011	287,796,840	347,890,347	904,299,977	1,105,224,678	1,408,830,982
Interest Expense	(127,463,998)	(184,156,086)	(411,577,425)	(622,527,483)	(784,940,189)	(127,463,998)	(184,156,086)	(411,577,425)	(622,527,483)	(784,940,189)
<b>Net interest income</b>	<b>156,623,926</b>	<b>159,637,606</b>	<b>481,145,279</b>	<b>470,045,577</b>	<b>607,113,822</b>	<b>160,332,842</b>	<b>163,734,261</b>	<b>492,722,552</b>	<b>482,697,195</b>	<b>623,890,793</b>
Fees and Commissions income	33,799,188	27,074,094	97,857,320	93,610,178	121,792,549	33,799,188	27,074,094	97,857,320	93,610,178	121,792,549
Fees and Commissions expense	(720,623)	(353,601)	(2,074,444)	(2,565,906)	(3,293,164)	(720,623)	(353,601)	(2,074,444)	(2,565,906)	(3,293,164)
<b>Net fee and commission income</b>	<b>33,078,565</b>	<b>26,720,493</b>	<b>95,782,876</b>	<b>91,044,272</b>	<b>118,499,385</b>	<b>33,078,565</b>	<b>26,720,493</b>	<b>95,782,876</b>	<b>91,044,272</b>	<b>118,499,385</b>
Other income	110,167,446	140,815,594	214,595,741	231,092,522	252,870,133	110,167,446	140,815,594	214,595,741	231,092,522	252,870,133
<b>Operating Income</b>	<b>299,869,937</b>	<b>327,173,693</b>	<b>791,523,896</b>	<b>792,182,371</b>	<b>978,483,340</b>	<b>303,578,853</b>	<b>331,270,348</b>	<b>803,101,169</b>	<b>804,833,989</b>	<b>995,260,311</b>
Non-Interest expense	(252,237,224)	(249,404,863)	(713,663,898)	(693,545,200)	(937,044,626)	(257,382,216)	(254,066,263)	(728,780,050)	(707,544,388)	(957,735,423)
<b>Profit before net impairment (loss)/reversal on financial assets and income tax</b>	<b>47,632,713</b>	<b>77,768,830</b>	<b>77,859,998</b>	<b>98,637,171</b>	<b>41,438,714</b>	<b>46,196,637</b>	<b>77,204,085</b>	<b>74,321,119</b>	<b>97,289,601</b>	<b>37,524,888</b>
Net impairment (loss)/reversal on financial assets	(50,921,983)	24,636,427	(121,605,543)	70,155,461	139,275,093	(50,921,983)	24,636,427	(121,605,543)	70,155,461	139,275,093
<b>(Loss)/Profit after Net impairment (loss)/reversal on financial assets but before income tax</b>	<b>(3,289,270)</b>	<b>102,405,257</b>	<b>(43,745,545)</b>	<b>168,792,632</b>	<b>180,713,807</b>	<b>(4,725,346)</b>	<b>101,840,512</b>	<b>(47,284,424)</b>	<b>167,445,062</b>	<b>176,799,981</b>
Income tax credit/(expense)	-	(43,259,293)	(899)	(43,259,293)	(38,105,190)	-	(43,259,293)	-	(43,259,293)	(35,434,802)
<b>(Loss)/Profit for the period/year attributable to equity holders of the parent</b>	<b>(3,289,270)</b>	<b>59,145,964</b>	<b>(43,746,444)</b>	<b>125,533,339</b>	<b>142,608,617</b>	<b>(4,725,346)</b>	<b>58,581,219</b>	<b>(47,284,424)</b>	<b>124,185,769</b>	<b>141,365,179</b>
Earnings per share (Cents)	(0.05)	0.87	(0.64)	1.85	3.00	(0.07)	0.86	(0.70)	1.83	3.00
<b>Other comprehensive income</b>										
Gain on revaluation of property, plant and equipment	-	-	-	-	478,733,886	-	-	-	-	489,615,805
Deferred tax on revaluation of property, plant and equipment	-	-	-	-	(62,343,056)	-	-	-	-	(64,192,982)
(Loss)/gain on fair value of available-for-sale financial assets	(67,396,452)	(1,946,720)	(114,751,982)	(1,946,720)	145,675,619	(67,396,452)	(1,946,720)	(114,751,982)	(1,946,720)	145,675,619
Recycling of gain on available-for-sale financial assets from other comprehensive income to profit or loss	(1,205,779)	-	(41,568,557)	-	-	(1,205,779)	-	(41,568,557)	-	-
Actuarial loss for the period/year	-	-	-	-	(12,178,053)	-	-	-	-	(12,178,053)
Deferred tax on actuarial loss	-	-	-	-	2,070,269	-	-	-	-	2,070,269
<b>Other comprehensive income for the period/year, net of tax</b>	<b>(68,602,231)</b>	<b>(1,946,720)</b>	<b>(156,320,539)</b>	<b>(1,946,720)</b>	<b>551,958,665</b>	<b>(68,602,231)</b>	<b>(1,946,720)</b>	<b>(156,320,539)</b>	<b>(1,946,720)</b>	<b>560,990,658</b>
<b>Total comprehensive income for the period/year attributable to equity holders of the parent</b>	<b>(71,891,501)</b>	<b>57,199,244</b>	<b>(200,066,983)</b>	<b>123,586,619</b>	<b>694,567,282</b>	<b>(73,327,577)</b>	<b>56,634,499</b>	<b>(203,604,963)</b>	<b>122,239,049</b>	<b>702,355,837</b>
Transfer to Statutory Reserve	-	-	-	-	-	-	-	-	-	-
Transfer to General Banking Reserve	-	-	-	-	-	-	-	-	-	-
<b>Total Statutory and General Banking Reserves transferred during the period/year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD/YEAR ENDED**

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Interest Income	284,087,924	343,793,692	892,722,704	1,092,573,060	1,392,054,011	287,796,840	347,890,347	904,299,977	1,105,224,678	1,408,830,982
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<b>Profit before net impairment (loss)/reversal on financial assets and income tax</b>	<b>47,632,713</b>	<b>77,768,830</b>	<b>77,859,998</b>	<b>98,637,171</b>	<b>41,438,714</b>	<b>46,196,637</b>	<b>77,204,085</b>	<b>74,321,119</b>	<b>97,289,601</b>	<b>37,524,888</b>
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Income tax credit/(expense)	-	(43,259,293)	(899)	(43,259,293)	(38,105,190)	-	(43,259,293)	-	(43,259,293)	(35,434,802)
<b>(Loss)/Profit for the period/year attributable to equity holders of the parent</b>	<b>(3,289,270)</b>	<b>59,145,964</b>	<b>(43,746,444)</b>	<b>125,533,339</b>	<b>142,608,617</b>	<b>(4,725,346)</b>	<b>58,581,219</b>	<b>(47,284,424)</b>	<b>124,185,769</b>	<b>141,365,179</b>
Earnings per share (Cents)	(0.05)	0.87	(0.64)	1.85	3.00	(0.07)	0.86	(0.70)	1.83	3.00
<b>Other comprehensive income</b>										
Gain on revaluation of property, plant and equipment	-	-	-	-	478,733,886	-	-	-	-	489,615,805
Deferred tax on revaluation of property, plant and equipment	-	-	-	-	(62,343,056)	-	-	-	-	(64,192,982)
(Loss)/gain on fair value of available-for-sale financial assets	(67,396,452)	(1,946,720)	(114,751,982)	(1,946,720)	145,675,619	(67,396,452)	(1,946,720)	(114,751,982)	(1,946,720)	145,675,619
Recycling of gain on available-for-sale financial assets from other comprehensive income to profit or loss	(1,205,779)	-	(41,568,557)	-	-	(1,205,779)	-	(41,568,557)	-	-
Actuarial loss for the period/year	-	-	-	-	(12,178,053)	-	-	-	-	(12,178,053)
Deferred tax on actuarial loss	-	-	-	-	2,070,269	-	-	-	-	2,070,269
<b>Other comprehensive income for the period/year, net of tax</b>	<b>(68,602,231)</b>	<b>(1,946,720)</b>	<b>(156,320,539)</b>	<b>(1,946,720)</b>	<b>551,958,665</b>	<b>(68,602,231)</b>	<b>(1,946,720)</b>	<b>(156,320,539)</b>	<b>(1,946,720)</b>	<b>560,990,658</b>
<b>Total comprehensive income for the period/year attributable to equity holders of the parent</b>	<b>(71,891,501)</b>	<b>57,199,244</b>	<b>(200,066,983)</b>	<b>123,586,619</b>	<b>694,567,282</b>	<b>(73,327,577)</b>	<b>56,634,499</b>	<b>(203,604,963)</b>	<b>122,239,049</b>	<b>702,355,837</b>
Transfer to Statutory Reserve	-	-	-	-	-	-	-	-	-	-
Transfer to General Banking Reserve	-	-	-	-	-	-	-	-	-	-
<b>Total Statutory and General Banking Reserves transferred during the period/year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## STATEMENT OF FINANCIAL POSITION AS AT

	Group			Bank		
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
	<u>31-Mar-2018</u>	<u>31-Mar-2017</u>	<u>30-Jun-2017</u>	<u>31-Mar-2018</u>	<u>31-Mar-2017</u>	<u>30-Jun-2017</u>
	Rs	Rs	Rs	Rs	Rs	Rs
<b>ASSETS</b>						
Cash and cash equivalents	1,078,922,716	1,657,149,187	1,010,739,364	1,078,922,716	1,657,149,187	1,010,739,364
Loans to and placements with banks	6,940,625	74,811,190	31,882,936	6,940,625	74,811,190	31,882,936
Trading Assets	1,929,430,147	2,739,886,144	2,104,995,098	1,929,430,147	2,739,886,144	2,104,995,098
Investment Securities	3,220,464,964	2,424,776,318	2,451,527,737	3,220,464,964	2,424,776,318	2,451,527,737
Loans and advances to customers	15,546,890,463	16,223,137,851	16,356,199,941	15,775,587,862	16,466,791,169	16,596,257,505
Property, plant and equipment	1,814,403,981	1,386,724,045	1,870,866,045	1,561,690,399	1,115,602,939	1,610,833,207
Intangible assets	180,480,016	190,916,343	197,966,229	180,480,016	190,916,343	197,966,229
Investment Properties	66,460,000	69,350,000	66,460,000	66,460,000	69,350,000	66,460,000
Investment in Subsidiary	-	-	-	100,000	100,000	100,000
Deferred tax assets	389,291,055	443,031,927	389,291,055	388,733,705	443,031,927	388,733,705
Tax receivable	16,135,822	24,546,102	17,544,346	15,834,563	23,152,238	15,834,563
Other Assets	2,157,992,191	2,253,771,142	1,718,707,837	2,193,985,054	2,286,291,171	1,754,586,898
<b>Total Assets</b>	<b>26,407,411,980</b>	<b>27,488,100,249</b>	<b>26,216,180,588</b>	<b>26,418,630,051</b>	<b>27,491,858,626</b>	<b>26,229,917,242</b>
<b>LIABILITIES</b>						
Deposits from customers	22,667,686,489	23,848,469,973	21,942,251,035	22,675,981,911	23,854,859,234	21,949,484,950
Other borrowed funds	281,871,694	309,905,124	330,578,652	281,871,694	309,905,124	330,578,652
Subordinated liabilities	-	158,883,056	162,622,782	-	158,883,056	162,622,782
Current tax liabilities	-	-	-	-	-	-
Deferred tax liabilities	-	-	-	-	-	-
Other Liabilities	316,761,083	416,628,501	420,637,292	316,252,473	416,164,503	420,170,792
Retirement benefits obligations	79,482,255	63,516,816	98,413,385	79,482,255	63,516,816	98,413,385
<b>Total Liabilities</b>	<b>23,345,801,521</b>	<b>24,797,403,470</b>	<b>22,954,503,146</b>	<b>23,353,588,333</b>	<b>24,803,328,733</b>	<b>22,961,270,561</b>
<b>SHAREHOLDERS' EQUITY</b>						
Stated Capital	6,670,858,232	6,670,858,232	6,670,858,232	6,670,858,232	6,670,858,232	6,670,858,232
Statutory Reserve	-	-	-	-	-	-
Accumulated losses	(4,115,682,887)	(4,078,903,937)	(4,071,936,443)	(4,121,283,621)	(4,081,070,823)	(4,073,999,197)
Net owned funds	2,555,175,345	2,591,954,295	2,598,921,789	2,549,574,611	2,589,787,409	2,596,859,035
General banking reserve	90,709,840	90,709,840	90,709,840	90,709,840	90,709,840	90,709,840
Fair value reserve	(10,644,920)	(1,946,720)	145,675,619	(10,644,920)	(1,946,720)	145,675,619
Revaluation Reserve	426,370,194	9,979,364	426,370,194	435,402,187	9,979,364	435,402,187
<b>Total equity attributable to equity holders of the parent</b>	<b>3,061,610,459</b>	<b>2,690,696,779</b>	<b>3,261,677,442</b>	<b>3,065,041,718</b>	<b>2,688,529,893</b>	<b>3,268,646,681</b>
<b>Total Liabilities and Equity</b>	<b>26,407,411,980</b>	<b>27,488,100,249</b>	<b>26,216,180,588</b>	<b>26,418,630,051</b>	<b>27,491,858,626</b>	<b>26,229,917,242</b>
<b>CONTINGENT LIABILITIES AND COMMITMENTS</b>						
Letters of credit, guarantees, acceptances, endorsements and other obligations on account of customers	1,736,560,913	2,170,380,962	1,533,123,885	1,736,560,913	2,170,380,962	1,533,123,885
Credit commitments	2,545,991,223	1,830,778,168	1,080,617,499	2,545,991,223	1,830,778,168	1,080,617,499

## STATEMENT OF CHANGES IN EQUITY

The Group	Stated capital	Statutory Reserve	Accumulated losses	General Banking Reserve	Fair Value Reserve	Revaluation Reserve	Total equity attributable to equity holders of the parent
	Rs	Rs	Rs	Rs	Rs	Rs	Rs
<b>At 01 July 2017</b>	6,670,858,232	-	(4,071,936,443)	90,709,840	145,675,619	426,370,194	3,261,677,442
Issue of ordinary shares	-	-	-	-	-	-	-
Loss for the period	-	-	(43,746,444)	-	-	-	(43,746,444)
Loss on fair value of available-for-sale financial assets	-	-	-	-	(114,751,982)	-	(114,751,982)
Recycling of gain on available-for-sale financial assets from other comprehensive income to profit or loss	-	-	-	-	(41,568,557)	-	(41,568,557)
<b>At 31 March 2018</b>	6,670,858,232	-	(4,115,682,887)	90,709,840	(10,644,920)	426,370,194	3,061,610,459
<b>At 01 July 2016</b>	3,270,858,232	-	(4,204,437,276)	90,709,840	-	9,979,364	(832,889,840)
Issue of ordinary shares	3,400,000,000	-	-	-	-	-	3,400,000,000
Profit for the period	-	-	125,533,339	-	-	-	125,533,339
Loss on fair value of available for sale financial assets	-	-	-	-	(1,946,720)	-	(1,946,720)
<b>At 31 March 2017</b>	6,670,858,232	-	(4,078,903,937)	90,709,840	(1,946,720)	9,979,364	2,690,696,779
<b>At 01 July 2016</b>	3,270,858,232	-	(4,204,437,276)	90,709,840	-	9,979,364	(832,889,840)
Issue of ordinary shares	3,400,000,000	-	-	-	-	-	3,400,000,000
Profit for the year	-	-	142,608,617	-	-	-	142,608,617
Gain on revaluation of property, plant and equipment	-	-	-	-	-	478,733,886	478,733,886
Deferred tax on revaluation of property, plant and equipment	-	-	-	-	-	(62,343,056)	(62,343,056)
Gain on fair value of available-for-sale financial assets	-	-	-	-	145,675,619	-	145,675,619
Actuarial loss for the year	-	-	(12,178,053)	-	-	-	(12,178,053)
Deferred tax on actuarial loss	-	-	2,070,269	-	-	-	2,070,269
<b>At 30 June 2017</b>	6,670,858,232	-	(4,071,936,443)	90,709,840	145,675,619	426,370,194	3,261,677,442

## STATEMENT OF CHANGES IN EQUITY

The Bank	Statutory Reserve	Accumulated losses	General Banking Reserve	Fair Value Reserve	Revaluation Reserve	Total equity attributable to equity holders of the parent	
	Rs	Rs	Rs	Rs	Rs	Rs	
<b>At 01 July 2017</b>	6,670,858,232	-	(4,073,999,197)	90,709,840	145,675,619	435,402,187	3,268,646,681
Issue of ordinary shares	-	-	-	-	-	-	-
Loss for the period	-	-	(47,284,424)	-	-	-	(47,284,424)
Loss on fair value of available-for-sale financial assets	-	-	-	-	(114,751,982)	-	(114,751,982)
Recycling of gain on available-for-sale financial assets from other comprehensive income to profit or loss	-	-	-	-	(41,568,557)	-	(41,568,557)
<b>At 31 March 2018</b>	6,670,858,232	-	(4,121,283,621)	90,709,840	(10,644,920)	435,402,187	3,065,041,718
<b>At 01 July 2016</b>	3,270,858,232	-	(4,205,256,592)	90,709,840	-	9,979,364	(833,709,156)
Issue of ordinary shares	3,400,000,000	-	-	-	-	-	3,400,000,000
Profit for the period	-	-	124,185,769	-	-	-	124,185,769
Loss on fair value of available-for-sale financial assets	-	-	-	-	(1,946,720)	-	(1,946,720)
<b>At 31 March 2017</b>	6,670,858,232	-	(4,081,070,823)	90,709,840	(1,946,720)	9,979,364	2,688,529,893
<b>At 01 July 2016</b>	3,270,858,232	-	(4,205,256,592)	90,709,840	-	9,979,364	(833,709,156)
Issue of ordinary shares	3,400,000,000	-	-	-	-	-	3,400,000,000
Profit for the year	-	-	141,365,179	-	-	-	141,365,179
Gain on revaluation of property, plant and equipment	-	-	-	-	-	489,615,805	489,615,805
Deferred tax on revaluation of property, plant and equipment	-	-	-	-	-	(64,192,982)	(64,192,982)
Gain on fair value of available-for-sale financial assets	-	-	-	-	145,675,619	-	145,675,619
Actuarial loss for the year	-	-	(12,178,053)	-	-	-	(12,178,053)
Deferred tax on actuarial loss	-	-	2,070,269	-	-	-	2,070,269
<b>At 30 June 2017</b>	6,670,858,232	-	(4,073,999,197)	90,709,840	145,675,619	435,402,187	3,268,646,681



## STATEMENT OF CASH FLOWS FOR PERIOD/YEAR ENDED

	Group			Bank		
	Unaudited Nine Months Ended 31-Mar-2018 Rs	Unaudited Nine Months Ended 31-Mar-2017 Rs	Audited Year Ended 30-Jun-2017 Rs	Unaudited Nine Months Ended 31-Mar-2018 Rs	Unaudited Nine Months Ended 31-Mar-2017 Rs	Audited Year Ended 30-Jun-2017 Rs
<b>Cash flow from operating activities</b>						
(Loss)/Profit for the period/year before income tax	(43,745,545)	168,792,632	180,713,807	(47,284,424)	167,445,062	176,799,981
<b>Adjustments for :</b>						
Impairment losses on loans and advances	151,390,137	(60,328,325)	(102,911,900)	151,390,137	(60,328,325)	(102,911,900)
Depreciation	80,319,857	78,074,816	100,795,450	73,000,602	69,152,930	90,867,215
Amortisation	29,255,294	25,854,840	34,223,240	29,255,294	25,854,840	34,223,240
Profit on disposal of property, plant and equipment	(416,309)	(841,930)	(1,160,284)	(416,309)	(841,930)	(1,160,284)
Loss on revaluation of trading assets	7,794,490	4,700,276	3,231,340	7,794,490	4,700,276	3,231,340
Revaluation of investment properties	-	-	2,890,000	-	-	2,890,000
Retirement benefit obligations	-	-	22,718,516	-	-	22,718,516
	<b>224,597,924</b>	<b>216,252,309</b>	<b>240,500,169</b>	<b>213,739,790</b>	<b>205,982,853</b>	<b>226,658,108</b>
<b>Changes in operating assets and liabilities</b>						
Decrease/(increase) in trading assets	167,770,461	841,713,192	1,478,073,174	167,770,461	841,713,192	1,478,073,174
Decrease/(increase) in loans and advances to customers	657,919,341	(284,727,241)	(375,205,756)	669,279,506	(274,180,091)	(361,062,853)
Increase/(decrease) in deposits from customers	725,435,454	(4,364,965,970)	(6,271,184,908)	726,496,961	(4,362,424,424)	(6,267,798,708)
(Increase)/decrease in other assets	(439,285,253)	512,020,400	1,047,083,705	(439,398,156)	504,762,844	1,036,467,117
(Decrease)/Increase in other liabilities	(103,876,208)	(37,679,368)	(33,670,577)	(103,918,319)	(37,859,367)	(33,853,076)
Decrease in retirement benefits obligations	(18,931,130)	-	-	(18,931,130)	-	-
<b>Cash generated from/(used in) operations</b>	<b>1,213,630,589</b>	<b>(3,117,386,678)</b>	<b>(3,914,404,193)</b>	<b>1,215,039,113</b>	<b>(3,122,004,993)</b>	<b>(3,921,516,238)</b>
Tax paid	-	-	(2,528,294)	-	-	(834,563)
Tax refund received	1,408,524	-	8,152,238	-	-	8,152,238
Contribution to CSR Activities	-	-	-	-	-	-
<b>Net cash generated from/(used in) operating activities</b>	<b>1,215,039,113</b>	<b>(3,117,386,678)</b>	<b>(3,908,780,249)</b>	<b>1,215,039,113</b>	<b>(3,122,004,993)</b>	<b>(3,914,198,563)</b>
<b>Cash flow from investing activities</b>						
(Increase)/decrease in securities	(925,257,765)	(137,511,949)	(16,641,029)	(925,257,765)	(137,511,949)	(16,641,029)
Placements	24,942,311	(22,956,593)	19,971,661	24,942,311	(22,956,593)	19,971,661
Acquisition of property, plant and equipment	(24,652,354)	(25,900,827)	(54,219,052)	(24,652,354)	(21,282,512)	(48,800,738)
Acquisition of intangibles	(11,769,081)	(25,452,088)	(40,870,374)	(11,769,081)	(25,452,088)	(40,870,374)
Proceeds from disposal of property, plant and equipment	1,210,869	2,057,211	2,565,042	1,210,869	2,057,211	2,565,042
<b>Net cash used in investing activities</b>	<b>(935,526,020)</b>	<b>(209,764,246)</b>	<b>(89,193,752)</b>	<b>(935,526,020)</b>	<b>(205,145,931)</b>	<b>(83,775,438)</b>
<b>Cash flows from financing activities</b>						
Decrease in other borrowed funds	(48,706,959)	(110,355,514)	(89,681,986)	(48,706,959)	(110,355,514)	(89,681,986)
Proceeds from issue of share	-	3,400,000,000	3,400,000,000	-	3,400,000,000	3,400,000,000
Decrease in subordinated Liabilities	(162,622,782)	(3,774,591)	(34,865)	(162,622,782)	(3,774,591)	(34,865)
<b>Net cash (used in)/ generated from financing activities</b>	<b>(211,329,741)</b>	<b>3,285,869,895</b>	<b>3,310,283,149</b>	<b>(211,329,741)</b>	<b>3,285,869,895</b>	<b>3,310,283,149</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>68,183,352</b>	<b>(41,281,029)</b>	<b>(687,690,852)</b>	<b>68,183,352</b>	<b>(41,281,029)</b>	<b>(687,690,852)</b>
Cash and cash equivalents at the beginning of the period/year	<b>1,010,739,364</b>	<b>1,698,430,216</b>	<b>1,698,430,216</b>	<b>1,010,739,364</b>	<b>1,698,430,216</b>	<b>1,698,430,216</b>
<b>Cash and cash equivalents at the end of the period/year</b>	<b>1,078,922,716</b>	<b>1,657,149,187</b>	<b>1,010,739,364</b>	<b>1,078,922,716</b>	<b>1,657,149,187</b>	<b>1,010,739,364</b>