

COMMENTS ON RESULTS

Cim Group reports a Group PAT of MUR2,949.6m for FY 2017.

The Group's PAT was boosted by the disposal of Cim Global Business which yielded a net profit on disposal of MUR2,464.1m. An enhanced final dividend of MUR0.60 per share (2016: MUR0.22 per share) was paid to the shareholders in November 2017.

Both clusters of the Group delivered strong performances with the Finance cluster increasing its Net Operating Income by 15% to MUR1,323M with additional lending volumes. Cim Property's PAT was up by 20% on the back of healthy increases in rental income and a fair value gain of MUR39.8M.

To diversify its borrowing mix and to take advantage of the prevailing excess liquidity conditions, the board of Cim Finance has approved the issue of a secured commercial paper by way of a private placement for a maximum aggregate amount of MUR1,000,000,000. The proceeds of the commercial paper will be used partly to refinance the existing debt of Cim Finance. It is not intended to list the commercial paper.

Outlook

We are confident that our Cim Finance and Cim Property businesses, with their healthy balance sheets and solid fundamentals, have the capacity to grow their businesses further.

We have also initiated a restructuring exercise within our Property cluster with the objective of ensuring that the value of the cluster is recognised appropriately by the market. We expect this exercise to be completed during this financial year.

In parallel, the Board has launched a strategic review to assess whether the interests of its shareholders and customers could be even better served if Cim Group decided to apply for a banking licence.

In the light of the above initiatives, we are confident that the Group is well poised to continue its growth at a steady pace and will remain an important player in the financial services and property sectors.

By order of the Board
Cim Administrators Ltd
Company Secretary

12 December 2017

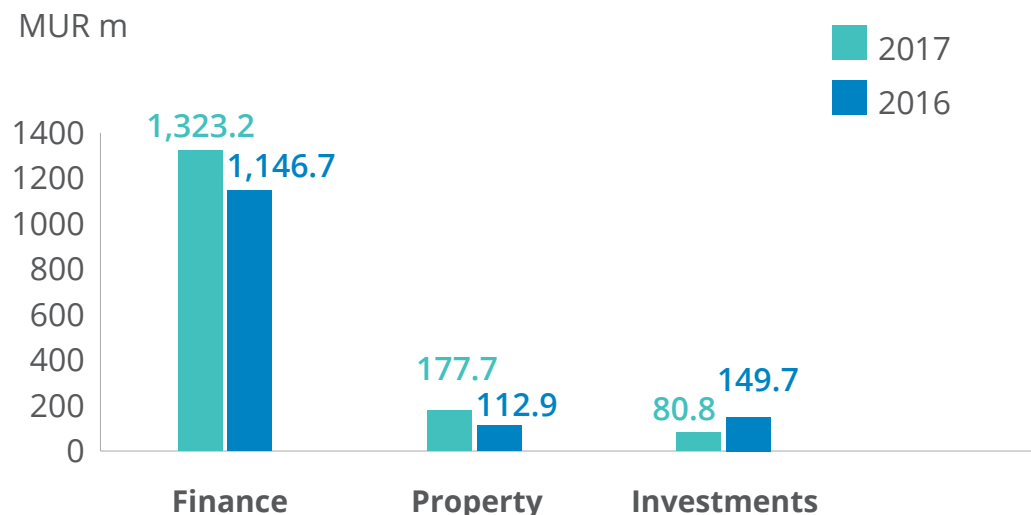
The abridged audited financial statements have been extracted from the audited financial statements for the year ended 30 September 2017, which have been prepared in accordance with International Financial Reporting Standards. These abridged audited financial statements are issued pursuant to Listing Rule 12.14 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 financial statements are available free of charge upon request made to the Company Secretary at the registered office of Cim Financial Services Ltd.

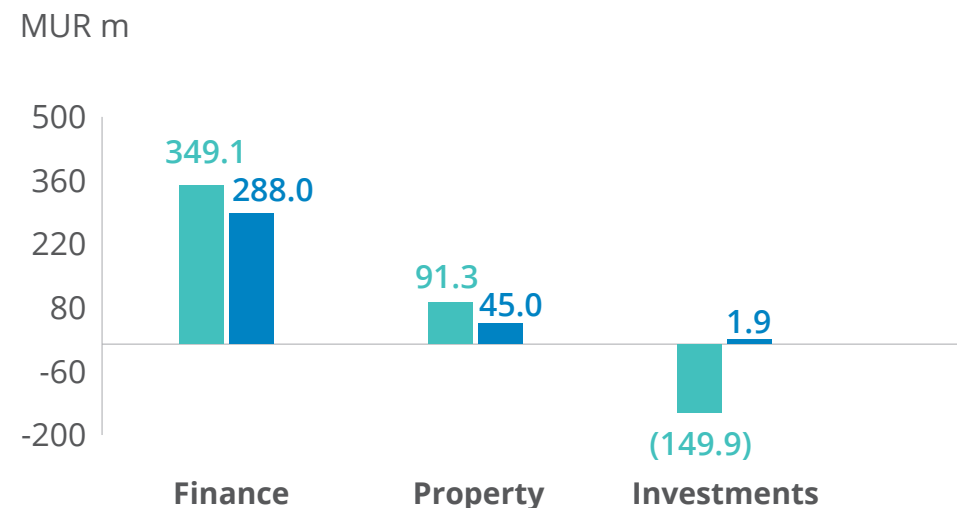
The Board of Directors of Cim Financial Services Ltd accepts full responsibility for the accuracy of the information contained therein.

* figures excluding non recurring items

Net operating income



Profit after Tax



STATEMENT OF FINANCIAL POSITION

	Audited 30 September		
	2017	2016	2015
	MUR m	MUR m	MUR m
		Restated	Restated
ASSETS			
Cash and bank balances	505.4	587.1	953.9
Deposits with banks	2,738.9	475.6	562.7
Net investment in leases and other credit agreements	6,609.7	5,661.0	4,390.6
Loans and advances	2,367.6	1,656.3	783.1
Investments in financial assets	21.8	10.4	240.2
Other assets	546.5	420.7	516.7
Inventories	8.2	8.4	422.4
Investments in associates	193.1	77.4	92.0
Investment in joint venture	-	-	95.2
Investment properties	1,039.2	733.7	533.7
Property, plant and equipment	1,199.5	1,399.1	1,491.7
Intangible assets	66.1	633.0	646.4
Retirement benefit assets	6.8	9.9	10.1
Deferred tax assets	65.2	71.0	67.5
Total assets	15,368.0	11,743.6	10,806.2
LIABILITIES			
Deposits from customers	3,134.3	2,795.3	2,490.8
Other borrowed funds	4,184.2	3,459.3	3,090.9
Other liabilities	1,159.0	1,420.7	1,593.8
Income tax liabilities	28.3	45.5	38.0
Retirement benefit obligations	77.7	88.8	107.4
Deferred tax liabilities	25.3	21.6	23.0
Total liabilities	8,608.8	7,831.2	7,343.9
Equity			
Stated capital	680.5	680.5	680.5
Retained earnings	5,171.6	2,395.6	2,072.2
Revaluation and other reserves	592.1	451.8	318.6
Equity attributable to owners of the parent	6,444.2	3,527.9	3,071.3
Non controlling interests	315.0	384.5	391.0
Total equity	6,759.2	3,912.4	3,462.3
Total equity and liabilities	15,368.0	11,743.6	10,806.2

STATEMENT OF PROFIT OR LOSS

	Audited	
	30 September	
	2017	2016
	MUR m	MUR m
		Restated
Continuing operations		
Interest income	1,042.4	833.2
Interest expense	(352.1)	(303.5)
Net interest income	690.3	529.7
Fee and commission income	566.3	513.7
Other income	325.1	365.9
	891.4	879.6
Net operating income	1,581.7	1,409.3
Operating expenses	(874.4)	(866.0)
Operating profit before impairment	707.3	543.3
Net impairment	(186.9)	(147.1)
Operating profit	520.4	396.2
Foreign exchange loss	(117.0)	(7.3)
Share of result of associates	(5.6)	15.4
Share of result of joint venture	-	0.7
	397.8	405.0
Gain on disposal of subsidiaries	13.7	47.0
Net gain on business combination	-	21.3
Profit before tax from continuing operations	411.5	473.3
Income tax expense	(107.3)	(70.1)
Profit for the year from continuing operations	304.2	403.2
Discontinued operations		
Profit for the year from discontinued operations and gain on disposal of discontinued operations	2,645.4	253.1
Profit for the year	2,949.6	656.3
Attributable to:		
Owners of the parent	2,956.2	664.4
Non controlling interests	(6.6)	(8.1)
	2,949.6	656.3
Earnings per share for continuing operations	MUR 0.46	0.60
Earnings per share	MUR 4.34	0.98
Dividends per share	MUR 0.13	0.34
Number of ordinary shares used in calculation	680,522,310	680,522,310

STATEMENT OF COMPREHENSIVE INCOME

	Audited 30 September	
	2017 MUR m	2016 MUR m
		Restated
Profit for the year	2,949.6	656.3
Other comprehensive income		
Other comprehensive income not to be reclassified to Profit or Loss:		
Gain on revaluation of land and building, net of tax	70.4	-
Remeasurement of defined benefit obligations, net of tax	1.4	17.5
Other comprehensive income to be reclassified to Profit or Loss:		
Exchange difference on translation of foreign entities	(14.0)	0.9
Movement in reserves of associates	(1.4)	(0.4)
Gains arising on cash flow hedges	-	5.6
Other comprehensive income for the year, net of tax	56.4	23.6
Total comprehensive income for the year, net of tax	3,006.0	679.9
Attributable to:		
Owners of the parent	3,001.6	688.0
Non controlling interests	4.4	(8.1)
	3,006.0	679.9

STATEMENT OF CASH FLOWS

	Audited 30 September	
	2017 MUR m	2016 MUR m
Net cash flow used in operating activities	(3,107.3)	(819.3)
Net cash flow generated from investing activities	2,580.0	245.9
Net cash flow generated from financing activities	330.0	531.3
Net decrease in cash and cash equivalents	(197.3)	(42.1)
Cash and cash equivalents - opening	576.4	618.5
Cash and cash equivalents - closing	379.1	576.4

SEGMENT ANALYSIS

	Net Operating Income Audited Year ended 30 September		Profit after Tax Audited Year ended 30 September	
	2017 MUR m	2016 MUR m	2017 MUR m	2016 MUR m
		Restated		Restated
Finance	1,323.2	1,146.7	349.1	288.0
Property	177.7	112.9	91.3	45.0
Investments	659.3	740.0	(149.9)	1.9
Group elimination	(578.5)	(590.3)	-	-
	1,581.7	1,409.3	290.5	334.9
Discontinued operations	516.0	790.5	181.3	253.1
Gain on disposal of discontinued operations	-	-	2,464.1	-
Gain on disposal of subsidiaries	-	-	13.7	47.0
Net gain on business combination	-	-	-	21.3
	2,097.7	2,199.8	2,949.6	656.3

MUR 1,581.7m

* Net operating income

MUR 290.5m

* Profit after Tax

STATEMENT OF CHANGES IN EQUITY

At 1 October 2016, as previously stated
 Impact of prior year adjustments
 Balance at 1 October 2016, as restated
 Profit/(loss) for the year
 Other comprehensive income for the year
 Total comprehensive income for the year
 Dividends
 Transfer
 Purchase of non controlling interest
 Deconsolidation of group companies
 Total transactions with owners

At 30 September 2017

Attributable to owners of the parent					
Stated capital	Revaluation and other reserves	Retained earnings	Total	Non controlling interests	Total Equity
MUR m	MUR m	MUR m	MUR m	MUR m	MUR m
680.5	452.0	2,348.7	3,481.2	384.5	3,865.7
-	(0.2)	46.9	46.7	-	46.7
680.5	451.8	2,395.6	3,527.9	384.5	3,912.4
-	-	2,956.2	2,956.2	(6.6)	2,949.6
-	45.4	-	45.4	11.0	56.4
-	45.4	2,956.2	3,001.6	4.4	3,006.0
-	-	(88.5)	(88.5)	-	(88.5)
-	77.2	(77.2)	-	-	-
-	25.4	(22.2)	3.2	(72.5)	(69.3)
-	(7.7)	7.7	-	(1.4)	(1.4)
-	94.9	(180.2)	(85.3)	(73.9)	(159.2)
680.5	592.1	5,171.6	6,444.2	315.0	6,759.2

At 1 October 2015, as previously stated
 Impact of prior year adjustments
 Balance at 1 October 2015, as restated
 Profit/(loss) for the year
 Other comprehensive income for the year
 Total comprehensive income for the year
 Dividends
 Transfers
 Issue of shares
 Deconsolidation of group companies
 Total transactions with owners

At 30 September 2016

Attributable to owners of the parent					
Stated capital	Revaluation and other reserves	Retained earnings	Total	Non controlling interests	Total Equity
MUR m	MUR m	MUR m	MUR m	MUR m	MUR m
680.5	318.6	2,018.5	3,017.6	391.0	3,408.6
-	-	53.7	53.7	-	53.7
680.5	318.6	2,072.2	3,071.3	391.0	3,462.3
-	-	664.4	664.4	(8.1)	656.3
-	23.6	-	23.6	-	23.6
-	23.6	664.4	688.0	(8.1)	679.9
-	-	(231.4)	(231.4)	-	(231.4)
-	111.0	(111.0)	-	-	-
-	-	-	-	1.6	1.6
-	(1.4)	1.4	-	-	-
-	109.6	(341.0)	(231.4)	1.6	(229.8)
680.5	451.8	2,395.6	3,527.9	384.5	3,912.4