

# Summary consolidated and separate financial statements

as at 30 June 2019



## Summary Statements of Profit or Loss and Other Comprehensive Income

| US\$   | Consolidated                    |                     |                                | Separate                        |                     |                                |
|--|---------------------------------|---------------------|--------------------------------|---------------------------------|---------------------|--------------------------------|
|  | 6 months to 30-Jun-19 Unaudited | 30-Jun-18 Unaudited | 12 months to 31-Dec-18 Audited | 6 months to 30-Jun-19 Unaudited | 30-Jun-18 Unaudited | 12 months to 31-Dec-18 Audited |
| Interest income  | 39 114 732                      | 50 521 021          | 95 069 602                     | 31 262                          | 421                 | 602 274                        |
| Interest expense on deposits and other accounts              | (11 457 161)                    | (12 182 202)        | (22 246 619)                   | (593 504)                       | (556 071)           | (1 206 915)                    |
| <b>Net interest income/(expense)</b>                         | <b>27 657 571</b>               | <b>38 338 818</b>   | <b>72 822 983</b>              | <b>(562 242)</b>                | <b>(555 649)</b>    | <b>(604 641)</b>               |
| Fees and commissions   | 13 662 831                      | 22 790 923          | 41 333 681                     | –                               | –                   | (70 200)                       |
| Income from investments                                      | 225 513                         | 1 431 799           | 2 413 333                      | –                               | 5 598 519           | 6 200 152                      |
| Gain/(loss) on foreign exchange transactions                 | 6 334 722                       | 11 802 635          | 21 077 712                     | (27 911)                        | –                   | (292 613)                      |
| Other operating income                                       | (273 233)                       | 359 285             | 751 070                        | 3 104 879                       | 353                 | 3 369 005                      |
|  | <b>19 949 833</b>               | <b>36 384 642</b>   | <b>65 575 796</b>              | <b>3 076 968</b>                | <b>5 598 872</b>    | <b>9 206 344</b>               |
| <b>Total operating income/(expense)</b>                      | <b>47 607 404</b>               | <b>74 723 460</b>   | <b>138 398 779</b>             | <b>2 514 726</b>                | <b>5 043 222</b>    | <b>8 601 703</b>               |
| Staff and training costs                                     | 16 736 010                      | 24 222 856          | 48 922 039                     | 1 508 158                       | 622 372             | 2 657 388                      |
| Premises and equipment costs                                 | 6 492 118                       | 6 740 882           | 14 131 332                     | 443 672                         | 21 492              | 31 204                         |
| Depreciation expense   | 3 052 558                       | 3 966 947           | 6 602 258                      | 92 353                          | –                   | 17 076                         |
| Other expenses   | 9 280 568                       | 12 897 224          | 26 960 645                     | 641 934                         | 779 563             | 1 908 898                      |
| Impairment loss on financial assets                          | 4 239 399                       | 2 591 850           | 4 166 418                      | –                               | –                   | –                              |
| <b>Total expenses</b>  | <b>39 800 652</b>               | <b>50 419 760</b>   | <b>100 782 692</b>             | <b>2 686 116</b>                | <b>1 428 427</b>    | <b>4 614 566</b>               |
| <b>Profit/(loss) before income tax expense</b>               | <b>7 806 752</b>                | <b>24 303 700</b>   | <b>37 616 087</b>              | <b>(171 390)</b>                | <b>3 614 795</b>    | <b>3 987 137</b>               |
| Income tax expense   | (2 727 105)                     | (4 187 375)         | (6 998 336)                    | –                               | –                   | (612 217)                      |
| <b>Profit/(loss) for the period</b>                          | <b>5 079 647</b>                | <b>20 116 325</b>   | <b>30 617 751</b>              | <b>(171 390)</b>                | <b>3 614 795</b>    | <b>3 374 920</b>               |
| <b>Other comprehensive income</b>                            |                                 |                     |                                |                                 |                     |                                |
| <b>Items that will never be classified to profit or loss</b> |                                 |                     |                                |                                 |                     |                                |
| Revaluation surplus on property                              | (1 775 419)                     | –                   | 4 173 295                      | –                               | –                   | –                              |
| Deferred tax on revalued property                            | 457 171                         | –                   | (1 033 972)                    | –                               | –                   | –                              |
| Fair value (loss)/gain on investment                         | (225 486)                       | –                   | 2 723 663                      | –                               | –                   | –                              |
|  | <b>(1 543 735)</b>              | <b>–</b>            | <b>5 862 986</b>               | <b>–</b>                        | <b>–</b>            | <b>–</b>                       |
| <b>Items that are or may be classified to profit or loss</b> |                                 |                     |                                |                                 |                     |                                |
| Translation difference for foreign operations                | (13 820 676)                    | (1 174 773)         | (55 128 886)                   | –                               | –                   | –                              |
| <b>Total other comprehensive income for the period</b>       | <b>(15 364 411)</b>             | <b>(1 174 773)</b>  | <b>(49 265 900)</b>            | <b>–</b>                        | <b>–</b>            | <b>–</b>                       |
| <b>Total comprehensive (loss)/income for the period</b>      | <b>(10 284 764)</b>             | <b>18 941 552</b>   | <b>(18 648 149)</b>            | <b>(171 390)</b>                | <b>3 614 795</b>    | <b>3 374 920</b>               |
| <b>Profit or loss attributable to:</b>                       |                                 |                     |                                |                                 |                     |                                |
| Owners of the parent   | 4 497 095                       | 10 839 195          | 16 601 205                     | (171 390)                       | 3 614 795           | 3 374 920                      |
| Non-controlling interest                                     | 582 552                         | 9 277 131           | 14 016 546                     | –                               | –                   | –                              |
| <b>Profit/(loss) for the period</b>                          | <b>5 079 647</b>                | <b>20 116 325</b>   | <b>30 617 751</b>              | <b>(171 390)</b>                | <b>3 614 795</b>    | <b>3 374 920</b>               |
| <b>Total comprehensive (loss)/income attributable to:</b>    |                                 |                     |                                |                                 |                     |                                |
| Owners of the parent   | (4 329 473)                     | 10 387 019          | (3 394 328)                    | (171 390)                       | 3 614 795           | 3 374 920                      |
| Non-controlling interest                                     | (5 955 291)                     | 8 554 533           | (15 253 821)                   | –                               | –                   | –                              |
| <b>Total comprehensive (loss)/income for the period</b>      | <b>(10 284 764)</b>             | <b>18 941 552</b>   | <b>(18 648 149)</b>            | <b>(171 390)</b>                | <b>3 614 795</b>    | <b>3 374 920</b>               |
| <i>Basic and diluted earnings per share (US cents)</i>       | <i>0.183</i>                    | <i>0.464</i>        | <i>0.709</i>                   |                                 |                     |                                |

## Summary Statements of Cash Flow

| US\$  | Consolidated                    |                      |                                | Separate                        |                     |                                |
|---|---------------------------------|----------------------|--------------------------------|---------------------------------|---------------------|--------------------------------|
|   | 6 months to 30-Jun-19 Unaudited | 30-Jun-18 Unaudited  | 12 months to 31-Dec-18 Audited | 6 months to 30-Jun-19 Unaudited | 30-Jun-18 Unaudited | 12 months to 31-Dec-18 Audited |
| <b>Cash flows from operating activities</b>                 |                                 |                      |                                |                                 |                     |                                |
| Interest and fees received                                  | 61 707 867                      | 85 225 166           | 159 054 073                    | 3 352                           | 774                 | 3 608 466                      |
| Interest paid   | (11 457 161)                    | (12 182 202)         | (22 246 619)                   | (593 504)                       | (556 071)           | (1 206 915)                    |
| Cash paid to suppliers and employees                        | (29 104 353)                    | (52 524 262)         | (100 653 291)                  | (2 073 488)                     | (1 150 052)         | (5 493 719)                    |
|   | <b>33 751 175</b>               | <b>20 518 701</b>    | <b>36 154 163</b>              | <b>(2 663 641)</b>              | <b>(1 705 349)</b>  | <b>(3 092 168)</b>             |
| (Decrease)/Increase in net customer balances                | (38 041 569)                    | (31 541 408)         | (169 969 730)                  | –                               | –                   | (3 820 127)                    |
| <b>Cash generated from operations</b>                       | <b>(16 895 216)</b>             | <b>(11 022 706)</b>  | <b>(133 815 567)</b>           | <b>(2 663 641)</b>              | <b>(1 705 349)</b>  | <b>(6 912 295)</b>             |
| Dividend received net of tax                                | –                               | 468 474              | 1 009 699                      | –                               | 5 598 519           | 6 200 152                      |
| Income taxes paid   | (3 864 822)                     | (3 953 503)          | (7 847 231)                    | –                               | –                   | (612 217)                      |
| <b>Cash flows from operating activities</b>                 | <b>(20 760 038)</b>             | <b>(14 507 736)</b>  | <b>(140 653 099)</b>           | <b>(2 663 641)</b>              | <b>3 893 170</b>    | <b>(1 324 360)</b>             |
| <b>Cash flows from investing activities</b>                 |                                 |                      |                                |                                 |                     |                                |
| Maturities/(Purchases)/of investment securities             | 78 127 413                      | (122 915 896)        | (65 094 765)                   | 357 934                         | (1 470 000)         | (626 739)                      |
| (Purchases)/maturities of Repos                             | (7 141 076)                     | 17 880 443           | 4 820 256                      | –                               | –                   | –                              |
| Subscription of shares in subsidiary companies              | –                               | –                    | –                              | –                               | –                   | (2 812 894)                    |
| Proceeds from sale of equipment                             | –                               | –                    | 108 866                        | –                               | –                   | –                              |
| Acquisition of property and equipment                       | (8 605 101)                     | (4 294 084)          | (11 650 094)                   | (896 372)                       | (55 319)            | (207 574)                      |
| <b>Cash outflows applied to investing activities</b>        | <b>62 381 235</b>               | <b>(109 329 537)</b> | <b>(71 815 737)</b>            | <b>(538 438)</b>                | <b>(1 525 319)</b>  | <b>(3 647 207)</b>             |
| <b>Cash flows from financing activities</b>                 |                                 |                      |                                |                                 |                     |                                |
| Proceeds from issue of shares                               | –                               | –                    | 11 701 116                     | –                               | –                   | 11 701 116                     |
| Loan from related parties                                   | –                               | –                    | –                              | 3 000 000                       | –                   | –                              |
| Long-term placements  | –                               | –                    | –                              | (4 055 459)                     | –                   | –                              |
| Proceeds/(Repayment) of long term borrowings                | 9 418 213                       | –                    | (447 739)                      | –                               | 520 000             | –                              |
| <b>Cash flows from financing activities</b>                 | <b>9 418 213</b>                | <b>–</b>             | <b>(11 253 377)</b>            | <b>(1 055 459)</b>              | <b>520 000</b>      | <b>11 701 116</b>              |
| <b>Net increase/(decrease) in cash and cash equivalents</b> | <b>51 039 410</b>               | <b>(123 837 272)</b> | <b>(201 215 459)</b>           | <b>(4 257 538)</b>              | <b>2 887 851</b>    | <b>6 729 549</b>               |
| Cash and cash equivalents at 1 January                      | 242 823 101                     | 499 167 446          | 499 167 446                    | 6 773 806                       | 44 257              | 44 257                         |
| Effect of changes in exchange rates                         | (13 820 676)                    | (1 174 773)          | (55 128 886)                   | –                               | –                   | –                              |
| <b>Cash and cash equivalents at peiod end</b>               | <b>280 041 835</b>              | <b>374 155 401</b>   | <b>242 823 101</b>             | <b>2 516 268</b>                | <b>2 932 108</b>    | <b>6 773 806</b>               |

## Summary Statements of Financial Position

| US\$  | Notes | Consolidated                    |                      |                                | Separate                        |                     |                                |
|---|-------|---------------------------------|----------------------|--------------------------------|---------------------------------|---------------------|--------------------------------|
|   |       | 6 months to 30-Jun-19 Unaudited | 30-Jun-18 Unaudited  | 12 months to 31-Dec-18 Audited | 6 months to 30-Jun-19 Unaudited | 30-Jun-18 Unaudited | 12 months to 31-Dec-18 Audited |
| <b>Assets</b>   |       |                                 |                      |                                |                                 |                     |                                |
| Cash and cash equivalents   |       | 280 041 835                     | 374 155 401          | 242 823 101                    | 2 516 268                       | 2 932 108           |                                |
| Money market investments  |       | 148 428 572                     | 135 015 034          | 226 424 936                    | 268 805                         | 1 470 000           |                                |
| Loans and advances to customers                                   |       | 353 496 946                     | 402 024 425          | 359 147 633                    | –                               | 626 739             |                                |
| Finance lease receivables   |       | 1 309 558                       | 4 638 141            | 2 228 832                      | –                               | –                   |                                |
| Amounts due from related parties                                  |       | 341 807                         | –                    | –                              | 6 334 211                       | –                   |                                |
| Repurchase agreements   |       | 37 110 210                      | 16 908 947           | 29 969 134                     | –                               | –                   |                                |
| Current tax asset   |       | 2 706 516                       | 3 947 711            | 3 698 352                      | –                               | –                   |                                |
| Financial assets at FVOCI   |       | 827 877                         | 153 974 133          | 1 793 644                      | –                               | –                   |                                |
| Investments at fair value through profit or loss                  |       | 7 450 904                       | 8 148 083            | 7 665 487                      | –                               | –                   |                                |
| Investment in subsidiary companies                                | 1     | –                               | –                    | –                              | 129 996 498                     | 123 128 150         |                                |
| Investment in joint venture                                       | 2     | 14 829 149                      | –                    | –                              | –                               | 125 941 039         |                                |
| Investment property   |       | 5 818 306                       | 6 340 494            | 6 545 861                      | –                               | –                   |                                |
| Intangible assets   |       | 8 546 306                       | 7 920 616            | 6 917 153                      | 627 298                         | –                   |                                |
| Property and equipment  | 3     | 57 097 135                      | 45 253 843           | 54 948 935                     | 367 220                         | 55 319              |                                |
| Assets held for sale  |       | 1 000 945                       | 15 129 298           | 17 531 259                     | –                               | 190 498             |                                |
| Deferred tax asset  |       | –                               | –                    | 499 256                        | –                               | –                   |                                |
| Other assets  | 4     | 31 731 791                      | 19 181 727           | 10 825 578                     | 535 878                         | 161 133             |                                |
| <b>Total assets</b>   |       | <b>950 737 629</b>              | <b>1 192 637 854</b> | <b>971 019 161</b>             | <b>140 646 177</b>              | <b>127 746 711</b>  |                                |
| <b>Liabilities and Equity</b>                                     |       |                                 |                      |                                |                                 |                     |                                |
| <b>Liabilities</b>  |       |                                 |                      |                                |                                 |                     |                                |
| Balances due to other banks                                       | 5     | 87 457 235                      | 45 251 100           | 47 735 602                     | –                               | –                   |                                |
| Customer deposits   |       | 641 073 860                     | 918 557 841          | 720 825 817                    | –                               | –                   |                                |
| Other payables  |       | 52 771 031                      | 32 202 566           | 27 825 897                     | 1 484 558                       | 589 879             |                                |
| Subordinated debt   | 6     | 26 277 731                      | 13 972 295           | 16 859 518                     | –                               | 1 020 078           |                                |
| Deferred tax liabilities  |       | 981 753                         | 3 652 622            | 3 243 342                      | –                               | –                   |                                |
| Income tax payable  |       | 481 918                         | 695 926              | 1 306 308                      | –                               | –                   |                                |
| Provisions  |       | 1 064 011                       | 2 363 121            | 1 698 590                      | –                               | –                   |                                |
| Loans payable   | 7     | 6 500 000                       | 6 500 000            | 6 500 000                      | 9 500 000                       | 8 785 064           |                                |
| Redeemable preference shares                                      | 8     | 10 786 747                      | 10 786 747           | 10 786 747                     | 10 786 747                      | 10 786 747          |                                |
| <b>Total liabilities</b>  |       | <b>827 394 285</b>              | <b>1 033 982 219</b> | <b>836 781 821</b>             | <b>21 771 305</b>               | <b>20 161 689</b>   |                                |
| <b>Equity</b>   |       |                                 |                      |                                |                                 |                     |                                |
| Share capital   |       | 117 409 081                     | 105 707 965          | 117 409 081                    | 117 409 081                     | 105 707 965         |                                |
| Restructuring reserve   |       | (54 510 623)                    | (54 510 623)         | (54 510 623)                   | –                               | –                   |                                |
| Property revaluation reserve                                      |       | 2 442 665                       | 15 348               | 3 005 294                      | –                               | –                   |                                |
| Loan loss reserve   |       | 3 399 442                       | 4 614 103            | 2 903 507                      | –                               | –                   |                                |
| Investment revaluation reserve                                    |       | 783 148                         | –                    | 878 738                        | –                               | –                   |                                |
| Translation reserve   |       | (31 985 153)                    | (435 156)            | (23 817 452)                   | –                               | –                   |                                |
| Retained earnings   |       | 37 396 625                      | 25 343 997           | 33 656 133                     | 1 465 791                       | 1 877 056           |                                |
| <b>Total equity attributable to equity holders of the company</b> |       | <b>74 935 185</b>               | <b>80 735 634</b>    | <b>79 524 678</b>              | <b>118 874 872</b>              | <b>107 585 021</b>  |                                |
| Non-controlling interest  |       | 48 408 159                      | 77 920 001           | 54 712 662                     | –                               | –                   |                                |
| <b>Total equity</b>   |       | <b>123 343 344</b>              | <b>158 655 635</b>   | <b>134 237 340</b>             | <b>118 874 872</b>              | <b>107 585 021</b>  |                                |
| <b>Total equity and liabilities</b>                               |       | <b>950 737 629</b>              | <b>1 192 637 854</b> | <b>971 019 161</b>             | <b>140 646 177</b>              | <b>127 746 711</b>  |                                |

## Summary Statements of Changes in Equity

| US\$   | Consolidated                    |                     |                                | Separate                        |                     |                                |
|--|---------------------------------|---------------------|--------------------------------|---------------------------------|---------------------|--------------------------------|
|  | 6 months to 30-Jun-19 Unaudited | 31-Jun-18 Unaudited | 12 months to 31-Dec-18 Audited | 6 months to 30-Jun-19 Unaudited | 31-Jun-18 Unaudited | 12 months to 31-Dec-18 Audited |
| <b>As at the beginning of the period</b>           | <b>134 237 340</b>              | <b>143 211 288</b>  | <b>143 211 288</b>             | <b>119 046 262</b>              | <b>103 970 226</b>  | <b>103 970 226</b>             |
| Net profit for the period                          | 5 079 647                       | 20 116 325          | 30 617 751                     | (171 390)                       | 3 614 795           | 3 374 920                      |
| IFRS 9 Transition adjustment (net of tax)          | –                               | (3 497 206)         | (2 745 454)                    | –                               | –                   | –                              |
| Other comprehensive income                         | (15 364 411)                    | (1 174 773)         | (49 265 900)                   | –                               | –                   | –                              |
| <b>Comprehensive Income attributable to owners</b> | <b>123 952 576</b>              | <b>158 655 635</b>  | <b>121 817 685</b>             | <b>118 874 873</b>              | <b>107 585 021</b>  | <b>107 345 146</b>             |
| Dividends paid                                     | –                               | –                   | –                              | –                               | –                   | –                              |
| Other transactions with owners                     | (609 232)                       | –                   | 12 419 655                     | –                               | –                   | 11 701 116                     |
| <b>Balance at the end of the period</b>            | <b>123 343 344</b>              | <b>158 655 635</b>  | <b>134 237 340</b>             | <b>118 874 873</b>              | <b>107 585 021</b>  | <b>119 046 262</b>             |

## Notes to the summary consolidated and separate financial statements

### (1) Investment in subsidiary companies

At end of the reporting period the Company's portfolio of investments in subsidiary companies comprised:

| Name of the Subsidiary | Nature of Business | Type of investment | Jun-19 | Jun-18 | Dec-18 |
|------------------------|--------------------|--------------------|--------|--------|--------|
| First Capital Bank Pl  |                    |                    |        |        |        |