

# BAYPORT MANAGEMENT LTD

UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2018

## 1. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	GROUP	
	30-Jun-18	31-Dec-17
	USD'000	USD'000
<b>ASSETS</b>		
Cash and bank balances	69 625	54 328
Loans and advances	815 090	713 550
Other assets	267 403	269 718
<b>Total Assets</b>	<b>1 152 118</b>	<b>1 037 596</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital and treasury shares	363 999	363 660
Retained earnings and other reserves	(116 159)	(119 239)
<b>Equity attributable to equity holders of the company</b>	<b>247 840</b>	<b>244 421</b>
Non-controlling interests	16 095	13 006
<b>Total Equity</b>	<b>263 935</b>	<b>257 427</b>
Bank overdrafts	10 555	5 287
Borrowings	716 661	668 334
Other liabilities	160 967	106 548
<b>Total Equity and Liabilities</b>	<b>1 152 118</b>	<b>1 037 596</b>

## 2. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	GROUP			
	Three months ended		Six months ended	
	30-Jun-18	30-Jun-17	30-Jun-18	30-Jun-17
	USD'000	USD'000	USD'000	USD'000
<b>Continuing operations</b>				
Interest and other similar income	83 385	63 697	164 136	121 861
Interest and other similar expense	(29 265)	(27 876)	(56 454)	(52 698)
<b>Net interest income</b>	<b>54 120</b>	<b>35 821</b>	<b>107 682</b>	<b>69 163</b>
Commission income	1 118	1 375	2 180	2 600
Dividend income	2 559	1 636	4 746	4 883
Other income	2 136	3 404	4 188	5 698
<b>Non-interest Income</b>	<b>5 813</b>	<b>6 415</b>	<b>11 114</b>	<b>13 181</b>
<b>Operating income</b>	<b>59 933</b>	<b>42 236</b>	<b>118 796</b>	<b>82 344</b>
Operating expenses	(37 271)	(29 093)	(71 111)	(55 130)
Foreign exchange losses	(1 031)	(14 515)	(637)	(18 147)
<b>Pre-provision income/(loss)</b>	<b>21 631</b>	<b>(1 372)</b>	<b>47 048</b>	<b>9 067</b>
Impairment of loans and advances	(4 642)	(4 007)	(11 614)	(9 997)
<b>Operating profit/(loss)</b>	<b>16 989</b>	<b>(5 379)</b>	<b>35 434</b>	<b>(930)</b>
Share of profit of associates	1 218	-	2 281	-
<b>Profit/(loss) before taxation</b>	<b>18 207</b>	<b>(5 379)</b>	<b>37 715</b>	<b>(930)</b>
Taxation	(7 072)	(7 348)	(14 540)	(10 510)
<b>Profit/(loss) for the period from continuing operations</b>	<b>11 135</b>	<b>(12 727)</b>	<b>23 175</b>	<b>(11 440)</b>
<b>Discontinued operations</b>				
Profit for the period from discontinued operations	-	1 163	-	2 965
<b>Profit/(loss) for the period</b>	<b>11 135</b>	<b>(11 564)</b>	<b>23 175</b>	<b>(8 475)</b>
<b>Attributable to:</b>				
Owners of the company	9 985	(12 704)	19 955	(10 895)
Non-controlling interests	1 150	1 140	3 220	2 420
<b>Profit/(loss) for the period</b>	<b>11 135</b>	<b>(11 564)</b>	<b>23 175</b>	<b>(8 475)</b>
<b>Earnings/(loss) per share</b>				
<b>From continuing and discontinued operations</b>				
Basic earnings/(loss) per share	0.29	(0.41)	0.58	(0.35)
Diluted earnings/(loss) per share	0.29	(0.41)	0.58	(0.35)
<b>From continuing operations</b>				
Basic earnings/(loss) per share	0.29	(0.45)	0.58	(0.45)
Diluted earnings/(loss) per share	0.29	(0.45)	0.58	(0.45)
Basic weighted average number of shares(thousands)	34 224	30 741	34 212	30 741
Diluted weighted average number of shares(thousands)	34 609	30 807	34 597	30 807

## 3. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	GROUP			
	Three months ended		Six months ended	
	30-Jun-18	30-Jun-17	30-Jun-18	30-Jun-17
	USD'000	USD'000	USD'000	USD'000
<b>Profit/(loss) for the period</b>	<b>11 135</b>	<b>(11 564)</b>	<b>23 175</b>	<b>(8 475)</b>
<b>Other comprehensive (loss)/income, net of income tax</b>				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Foreign exchange differences	(35 462)	16 000	(20 424)	27 092
Loss on hedging instruments designated as hedges of the net assets of foreign operations	-	(8 331)	-	(11 431)
Effect of cash flow hedges	(1 169)	(110)	(207)	(1 225)
<b>Total items that may be reclassified subsequently to profit or loss</b>	<b>(36 631)</b>	<b>7 559</b>	<b>(20 631)</b>	<b>14 436</b>
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Net fair value gain on investments in equity instruments designated as at fair value through other comprehensive income	1 330	3 336	3 344	5 595
Share of other comprehensive loss of associates	-	-	(328)	-
<b>Other comprehensive (loss)/income for the period, net of income tax</b>	<b>(35 301)</b>	<b>10 895</b>	<b>(17 615)</b>	<b>20 031</b>
<b>Total comprehensive (loss)/income for the period</b>	<b>(24 166)</b>	<b>(669)</b>	<b>5 560</b>	<b>11 556</b>
<b>Attributable to:</b>				
Owners of the company	(24 767)	(2 337)	2 471	8 306
Non-controlling interests	601	1 668	3 089	3 250
<b>Total comprehensive (loss)/income for the period</b>	<b>(24 166)</b>	<b>(669)</b>	<b>5 560</b>	<b>11 556</b>

## 4. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Total share capital and treasury shares	Total reserves	Retained earnings	Attributable to owners of the company	Non-controlling interests	Total
	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000
<b>Balance at 01 January 2017</b>	<b>301 764</b>	<b>(244 251)</b>	<b>76 476</b>	<b>133 989</b>	<b>10 538</b>	<b>144 527</b>
Total comprehensive income/(loss) for the period	-	18 879	(10 573)	8 306	3 250	11 556
Share application monies	254	-	-	254	-	254
Recognition of share based payments	-	104	-	104	-	104
Change in ownership interests	-	-	433	433	421	854
<b>Balance at 30 June 2017</b>	<b>302 018</b>	<b>(225 268)</b>	<b>66 336</b>	<b>143 086</b>	<b>14 209</b>	<b>157 295</b>
<b>Balance at 01 January 2018</b>	<b>363 660</b>	<b>(153 131)</b>	<b>33 892</b>	<b>244 421</b>	<b>13 006</b>	<b>257 427</b>
Total comprehensive (loss)/income for the period	-	(12 523)	14 994	2 471	3 089	5 560
Issue of shares	339	-	-	339	-	339
Recognition of share based payments	-	609	-	609	-	609
<b>Balance at 30 June 2018</b>	<b>363 999</b>	<b>(165 045)</b>	<b>48 886</b>	<b>247 840</b>	<b>16 095</b>	<b>263 935</b>

## 5. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	GROUP	
	30-Jun-18	30-Jun-17
	USD'000	USD'000
Net cash used in operating activities from continuing operations	(53 062)	(63 239)
Net cash flows used in investing activities from continuing operations	(4 787)	(32 078)
Net cash flows generated by financing activities from continuing operations	68 578	60 754
Net cash flow generated by discontinued operations	-	24 129
Net increase/(decrease) in cash and cash equivalents	10 729	(10 434)
Net cash and cash equivalents at the beginning of the period	49 041	136 266
Effect of foreign exchange rate changes	(700)	2 586
<b>Net cash and cash equivalents at the end of the period</b>	<b>59 070</b>	<b>128 418</b>

The unaudited condensed financial statements have been prepared in line with International Financial Reporting Standards.

Copies of the unaudited condensed financial statements are available free of charge upon request at the Company's business address, 3rd Floor, Ebene Skies, Rue de L'Institut, Ebene, Mauritius.

The statement of direct and indirect interests of officers of the Company is available upon request, free of charge at the registered office of the Company.

The above unaudited condensed Financial Statements are issued pursuant to Listing Rules 11.3 and 11.5 of the Stock Exchange of Mauritius Ltd, the Securities

Act 2005 of Mauritius and Listing Rule 3.3 (Fixed Income Instrument) of the NASDAQ OMX Stockholm Stock Exchange. The Board of Directors of Bayport Management Ltd accepts full responsibility for the accuracy of the information contained therein.

By order of the Board  
DTOS Ltd  
Company Secretary  
14 Aug 2018

**BAYPORT**  
MANAGEMENT LTD