

BAYPORT MANAGEMENT LTD

UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2017

1. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	GROUP	
	31-Dec-17	31-Dec-16
ASSETS	USD'000	USD'000
Cash and cash equivalents	54 328	139 968
Loans and advances	749 539	740 287
Other assets	236 085	194 055
Total Assets	1 039 952	1 074 310
EQUITY AND LIABILITIES		
Share capital	363 660	301 764
Retained earnings and other reserves	(118 296)	(167 775)
Equity attributable to equity holders of the company	245 364	133 989
Non-controlling interests	13 068	10 538
Total Equity	258 432	144 527
Bank overdrafts	5 287	3 702
Borrowings	668 334	837 114
Other liabilities	107 899	88 967
Total Equity and Liabilities	1 039 952	1 074 310

2. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	GROUP			
	Three months ended		Twelve months ended	
	31-Dec-17	31-Dec-16	31-Dec-17	31-Dec-16
	USD'000	USD'000	USD'000	USD'000
Continuing operations				
Interest and other similar income	82 718	55 953	277 575	210 381
Interest and other similar expense	(34 780)	(23 493)	(116 063)	(92 058)
Net interest income	47 938	32 460	161 512	118 323
Commission income	1 480	1 114	5 623	4 057
Dividend income	1 597	-	8 119	3 724
Other income	2 181	1 447	8 325	8 049
Non-interest Income	5 258	2 561	22 067	15 830
Operating income	53 196	35 021	183 579	134 153
Operating expenses	(36 414)	(27 347)	(122 988)	(96 748)
Foreign exchange gains/(losses) other than SEK denominated debts	13	(690)	(332)	(1 032)
Pre-provision income	16 795	6 984	60 259	36 373
Impairment of loans and advances	(9 506)	(6 380)	(21 525)	(22 198)
Profit/(loss) before foreign exchange on SEK denominated debts	7 289	604	38 734	14 175
Net foreign exchange (losses)/gains on SEK denominated debts	(1 706)	9 737	(35 134)	12 914
Operating profit	5 583	10 341	3 600	27 089
Share of profit of associates	407	-	407	-
Profit before taxation	5 990	10 341	4 007	27 089
Taxation	(1 141)	(6 893)	(17 170)	(20 276)
Profit/(loss) for the period/year from continuing operations	4 849	3 448	(13 163)	6 813
Discontinued operations				
Net loss for the period/year from discontinued operations	(36 236)	(6 989)	(29 171)	(5 063)
(Loss)/profit for the period/year	(31 387)	(3 541)	(42 334)	1 750
Loss/(profit) for the period/year attributable to:				
Owners of the company	(32 236)	(3 820)	(46 224)	831
Non-controlling interests	849	279	3 890	919
	(31 387)	(3 541)	(42 334)	1 750
(Loss)/earnings per share				
From continuing and discontinued operations				
Basic (loss)/earnings per share	(1.01)	(0.12)	(1.49)	0.03
Diluted (loss)/earnings per share	(1.00)	(0.12)	(1.48)	0.03
From continuing operations				
Basic earnings/(loss) per share	0.12	0.10	(0.55)	0.19
Diluted earnings/(loss) per share	0.12	0.10	(0.55)	0.19
Basic weighted average number of shares(thousands)	32 012	30 720	31 072	30 719
Diluted weighted average number of shares(thousands)	32 131	30 777	31 190	30 776

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

	GROUP			
	Three months ended		Twelve months ended	
	31-Dec-17	31-Dec-16	31-Dec-17	31-Dec-16
	USD'000	USD'000	USD'000	USD'000
(Loss)/profit for the period/year	(31 387)	(3 541)	(42 334)	1 750
Other comprehensive income/(loss), net of income tax				
Items that may be reclassified subsequently to profit or loss:				
Foreign exchange differences	4 817	(11 662)	15 609	11 984
Gain/(loss) on hedging instruments designated in hedges of the net assets of foreign operations	6 167	(5 455)	(3 287)	(5 455)
Effect of cash flow hedges	856	2 096	(932)	21
	11 840	(15 021)	11 390	6 550
Items that will not be reclassified subsequently to profit or loss:				
Net fair value gain arising on investments in equity instruments designated at fair value through other comprehensive income	(3 336)	(1 210)	5 278	(330)
Share of other comprehensive income of associates	(332)	-	(332)	-
	(3 668)	(1 210)	4 946	(330)
Other comprehensive income/(loss), net of income tax	8 172	(16 231)	16 336	6 220
Total comprehensive income/(loss) for the period/year	(23 215)	(19 772)	(25 998)	7 970
Total comprehensive income/(loss) for the period/year attributable to:				
Owners of the company	(23 781)	(19 572)	(29 634)	7 157
Non-controlling interests	566	(200)	3 636	813
	(23 215)	(19 772)	(25 998)	7 970

4. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Total share capital	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
Balance at 31 January 2016	300 778	(255 617)	81 882	127 043	8 330	135 373
Total comprehensive income/(loss) for the year	-	11 276	(4 119)	7 157	813	7 970
Issue of shares	986	(379)	-	607	-	607
Recognition of share based payments	-	467	-	467	-	467
Change in ownership interests	-	2	(1 287)	(1 285)	1 395	110
Balance at 01 January 2017	301 764	(244 251)	76 476	133 989	10 538	144 527
Total comprehensive income/(loss) for the year	-	12 993	(42 627)	(29 634)	3 636	(25 998)
Issue of shares	2 678	(2 406)	-	272	-	272
Buy back of ordinary shares	(1 499)	-	-	(1 499)	-	(1 499)
Share application monies	157	-	-	157	-	157
Issue of convertible notes	60 560	-	-	60 560	-	60 560
Recognition of share based payments	-	1 728	-	1 728	-	1 728
Change in ownership interests	-	-	1 223	1 223	(1 106)	117
Disposal of subsidiary (note 12)	-	78 568	-	78 568	-	78 568
Balance at 31 December 2017	363 660	(153 368)	35 072	245 364	13 068	258 432

5. UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	GROUP	
	31-Dec-17	31-Dec-16
	USD'000	USD'000
Net cash used in operating activities from continuing operations	(173 225)	(52 719)
Net cash flows generated by/(used in) investing activities from continuing operations	55 365	(10 675)
Net cash flows generated by financing activities from continuing operations	49 109	109 253
Net cash (outflow)/inflow from discontinued operations	(15 646)	13 610
Net (decrease)/increase in cash and cash equivalents	(84 397)	59 469
Cash and cash equivalents at the beginning of the year	136 266	74 881
Effect of foreign exchange rate changes	(2 828)	1 916
Cash and cash equivalents at the end of the year	49 041	136 266

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 abridged audited financial statements will be issued pursuant to Listing Rules 12.14 of the Stock Exchange of Mauritius Ltd and the Securities Act 2005 of Mauritius. 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
27 February 2018

BAYPORT
MANAGEMENT LTD