NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

41 DISCONTINUED OPERATIONS

In November 2019, the Board approved the distribution of the shares of EKADA Capital Ltd (formerly known AfrAsia Capital Management Ltd). Following the approval from the Financial Services Commission and the Bank of Mauritius respectively, the Board declared the dividend in Specie of the shares of EKADA Capital Ltd in November 2020 and the distribution was completed in January 2021. The subsidiary was consolidated for the period up to 25 January 2021.

The results of the discontinued operation, which have been included in the profit for the year, were as follows:

	THE GROUP		
	2021	2020	2019
	MUR'000	MUR'000	MUR'000
Interest income	**–**	–	2
Interest expense	**(7)**	(44)	(133)
Net interest income, calculated using EIR method	**(7)**	(44)	(131)
Fees and commission income	**16,827**	40,591	50,483
Fees and commission expense	**(2,649)**	(2,402)	(1,703)
Net fees and commission income	**14,178**	38,189	48,780
Other operating income	**245**	2,308	206
Total operating income	**14,416**	40,453	48,855
Net impairment loss on financial assets	**–**	(60)	65
Net operating income	**14,416**	40,393	48,920
Personnel expenses	**(17,574)**	(33,317)	(38,824)
Depreciation of equipment	**(153)**	(439)	(1,364)
Depreciation of right of use assets	**(700)**	–	–
Amortization of intangible assets	**(53)**	(11)	(17)
Other operating expenses	**(9,476)**	(9,229)	(9,000)
Total operating expenses	**(27,956)**	(42,996)	(49,205)
Loss before tax	**(13,540)**	(2,603)	(285)
Income tax expense	**–**	(543)	393
(Loss)/profit for the year	**(13,540)**	(3,146)	108

The asset and liabilities at 25 January 2021, date of disposal, were as follows:

	THE GROUP
	2019
	MUR'000
ASSETS	
Cash and cash equivalents	**5,891**
Property and equipment	**769**
Intangible assets	**219**
Right of use assets	**10,203**
Investment Securities	**49**
Deferred tax assets	**118**
Other assets	**8,286**
TOTAL ASSETS	**25,535**
LIABILITIES	
Retirement benefit obligations	**2,183**
Lease liabilities	**10,203**
Other liabilities	**13,705**
TOTAL LIABILITIES	**26,091**