



CM STRUCTURED FINANCE (1) LTD
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2020

CM STRUCTURED FINANCE (1) LTD

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2020

	Notes	Dec 31, 2020 USD	Jun 30, 2020 USD
ASSETS			
Non Current Asset			
Financial Assets at amortised cost	1	<u>2,004,000</u>	<u>2,003,800</u>
Current Assets			
Prepayments	3	1,227	2,111
Cash and Cash equivalents		<u>354,099</u>	<u>450,374</u>
		<u>355,326</u>	<u>452,485</u>
Total Assets		<u><u>2,359,326</u></u>	<u><u>2,456,285</u></u>
EQUITY AND LIABILITIES			
Capital & Reserves			
Share Capital	5(a)	2,000,291	2,000,291
Revenue Deficit		<u>(1,992,984)</u>	<u>(1,985,465)</u>
Total Equity		<u>7,307</u>	<u>14,826</u>
Current Liabilities			
Other Payables	4	350,519	430,300
Current Tax Liabilities	8(a)	<u>1,500</u>	<u>11,159</u>
		<u>352,019</u>	<u>441,459</u>
Non Current Liability			
Other Financial liabilities	2	<u>2,000,000</u>	<u>2,000,000</u>
Total Liabilities		<u><u>2,352,019</u></u>	<u><u>2,441,459</u></u>
Total Equity and Liabilities		<u><u>2,359,326</u></u>	<u><u>2,456,285</u></u>

CM STRUCTURED FINANCE (1) LTD

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED DECEMBER 31, 2020

	Notes	3 Months to Dec 31, 2020	3 Months to Dec 31, 2019	6 Months to Dec 31, 2020	6 Months to Dec 31, 2019
		USD	USD	USD	USD
Interest Income		18,400	344,202	36,800	707,741
Interest Expense		-	(198,023)	-	(417,564)
Operating Expenses	6	(877)	(17,168)	(13,318)	(21,628)
Administrative Expenses	7	(14,574)	(14,259)	(28,537)	(23,707)
Foreign Exchange Difference		(132)	(68)	(95)	488
Profit / (Loss) before Tax		2,817	114,684	(5,150)	245,330
Income Tax	8(b)	(174)	(3,970)	(2,369)	(8,326)
Profit / (Loss) after Tax		2,643	110,714	(7,519)	237,004
Total Comprehensive Income for the Period		2,643	110,714	(7,519)	237,004
Earning / (Loss) per Share	9	USD 1	USD 37	(USD 3)	USD 79

CM STRUCTURED FINANCE (1) LTD

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED DECEMBER 31, 2020

	Share Capital	(Revenue Deficit) / Retained Earnings	Total
	USD	USD	USD
Balance at July 01, 2020	2,000,291	(1,985,465)	14,826
Loss for the period	-	(7,519)	(7,519)
Balance at December 31, 2020	2,000,291	(1,992,984)	7,307
Balance at July 01, 2019	2,000,291	72,987	2,073,278
Profit for the period	-	237,004	237,004
Balance at December 31, 2019	2,000,291	309,991	2,310,282
Balance at April 10, 2019	-	-	-
Issue of Shares	2,000,291	-	2,000,291
Loss for the period	-	(1,985,465)	(1,985,465)
Balance at June 30, 2020	2,000,291	(1,985,465)	14,826

CM STRUCTURED FINANCE (1) LTD

CONDENSED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED DECEMBER 31, 2020

	Notes	6 Months to Dec 31, 2020	6 Months to Dec 31, 2019
		USD	USD
Cashflow from Operating Activities			
Cash used in Operations	10(a)	(120,752)	(4,711)
Interest Received		36,600	745,799
Interest Paid		-	(424,509)
Tax Paid		(12,028)	-
Net Cash (used in) / generated from Operating Activities		<u>(96,180)</u>	<u>316,579</u>
Net (decrease) / increase in Cash and Cash Equivalents		<u>(96,180)</u>	<u>316,579</u>
Movement in Cash and Cash Equivalents			
At the beginning of reporting period		450,374	44,981
(Decrease) / Increase		(96,180)	316,579
Effect of Foreign Exchange Rate Changes		(95)	488
At the end of reporting period	10(b)	<u>354,099</u>	<u>362,048</u>

CM STRUCTURED FINANCE (1) LTD

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED DECEMBER 31, 2020

The financial statements are unaudited and have been prepared using the same accounting policies as those adopted in the financial statements for the period from April 10, 2019 to June 30, 2020 and comply with IAS 34.

These unaudited condensed interim financial statements were approved for issue by the Board of Directors on February 8, 2021.

1 FINANCIAL ASSETS AT AMORTISED COST	Dec 31, 2020	Jun 30, 2020
	USD	USD
At the beginning of reporting period	2,003,800	-
Additions	-	22,000,000
Add: Interest income	36,800	1,003,151
Less: Interest received	(36,600)	(999,351)
Less: Impairment of financial assets at amortised cost	-	(20,000,000)
At the end of reporting period	<u>2,004,000</u>	<u>2,003,800</u>

At the end of the reporting period, financial assets at amortised costs consist of a fixed deposit placement with The Mauritius Commercial Bank Ltd, carrying interest of 3.6% per annum and maturing around June 2022.

2 OTHER FINANCIAL LIABILITIES	Dec 31, 2020	Jun 30, 2020
	USD	USD
At the beginning of reporting period	2,000,000	-
Additions	-	20,000,000
Add: Interest Expense	-	636,282
Less: Interest Paid	-	(636,282)
Less: Write back of financial liabilities at amortised cost	-	(18,000,000)
At the end of reporting period	<u>2,000,000</u>	<u>2,000,000</u>

The financial liability of the Notes issued by the Company has been classified under other financial liabilities at amortised cost.

3 PREPAYMENTS	Dec 31, 2020	Jun 30, 2020
	USD	USD
Prepayments	<u>1,227</u>	<u>2,111</u>

CM STRUCTURED FINANCE (1) LTD

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED DECEMBER 31, 2020

4 OTHER PAYABLES	<u>Dec 31, 2020</u>	<u>Jun 30, 2020</u>
	USD	USD
Other Payables	5,341	5,115
Recovery Proceeds (a)	344,435	422,693
Amount due to group companies:		
Entity under Common Control	493	1,265
Fellow Subsidiaries	250	1,227
	<u>350,519</u>	<u>430,300</u>

(a) The recovery proceeds relate to the funds recovered from the pledged bank accounts, net of recovery costs incurred.

(b) The carrying amounts of other payables approximate their fair values.

5 SHARE CAPITAL	<u>Dec 31, 2020</u>	<u>Jun 30, 2020</u>
(a) Issued Share Capital (USD)	<u>2,000,291</u>	<u>2,000,291</u>
(b) Number of Issued ordinary shares	<u>3,000</u>	<u>3,000</u>

6 OPERATING EXPENSES	<u>6 Months to Dec 31, 2020</u>	<u>6 Months to Dec 31, 2019</u>
	USD	USD
Annual Registrar Fees	(290)	12,706
Debenture Representative Fees	14,950	872
Rating Fees	(1,342)	8,050
	<u>13,318</u>	<u>21,628</u>

7 ADMINISTRATIVE EXPENSES	<u>6 Months to Dec 31, 2020</u>	<u>6 Months to Dec 31, 2019</u>
	USD	USD
Audit Fees	1,250	1,581
Bank Charges	72	365
Director Remuneration	191	-
Legal & Professional Fees	57	11,745
Licences	280	3,776
Listing Fees	2,365	2,013
Professional Fees	17,426	-
Other Expenses	1	33
Publication Expenses	3,680	2,222
Secretarial Fees	2,929	1,686
Tax Fees	286	286
	<u>28,537</u>	<u>23,707</u>

CM STRUCTURED FINANCE (1) LTD

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED DECEMBER 31, 2020

8 INCOME TAX	Dec 31, 2020	Jun 30, 2020
	USD	USD
(a) In the Statement of Financial Position		
Income tax on adjusted profit for the year at 15%	154	9,846
Corporate Social Responsibility Levy	<u>1,346</u>	<u>1,313</u>
	<u>1,500</u>	<u>11,159</u>

	6 Months to Dec 31, 2020	6 Months to Dec 31, 2019
	USD	USD
(b) In the Statement of Profit or Loss		
Income tax on adjusted profit for the year at 15%	2,090	8,408
Corporate Social Responsibility Levy	<u>279</u>	<u>(82)</u>
	<u>2,369</u>	<u>8,326</u>

The tax on the company's profit before tax differs from the theoretical amount that would arise using the basic tax rate of the company as follows:

	6 Months to Dec 31, 2020	6 Months to Dec 31, 2019
	USD	USD
(Loss) / Profit before Taxation	<u>(5,150)</u>	<u>245,330</u>
Tax calculated at a rate of 15%	(773)	36,800
Tax effect on:		
Income not subject to tax	(4,416)	(84,929)
Expenses not deductible for tax purposes	7,279	55,640
Corporate Social Responsibility Levy	<u>279</u>	<u>815</u>
Tax Charge	<u>2,369</u>	<u>8,326</u>

9 (LOSS) / PROFIT PER SHARE	6 Months to Dec 31, 2020	6 Months to Dec 31, 2019
(Loss) / Profit for the Period (USD)	<u>(7,519)</u>	<u>237,004</u>
Number of Shares in Issue	<u>3,000</u>	<u>3,000</u>
(Loss) / Profit per Share (USD)	<u>(3)</u>	<u>79</u>

CM STRUCTURED FINANCE (1) LTD

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED DECEMBER 31, 2020

10 NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of profit for the period to cash from operations:

	6 Months to Dec 31, 2020	6 Months to Dec 31, 2019
	USD	USD
(Loss) / Profit before tax	(5,150)	245,330
Adjustments for:		
Interest Income	(36,800)	(707,741)
Interest Expense	-	417,564
Foreign exchange losses/(gains)	95	(488)
	<u>(41,855)</u>	<u>(45,335)</u>
Changes in working capital:		
- prepayments	884	7,774
- other payables	(79,781)	32,850
Cash used in Operations	<u>(120,752)</u>	<u>(4,711)</u>

(b) Cash & Cash Equivalents

Bank Balances	9,664	362,048
Bank Balances - Recovery Proceeds	344,435	-
	<u>354,099</u>	<u>362,048</u>

11 RELATED PARTY TRANSACTIONS

The transactions of the company with related parties during the period are as follows:

	6 Months to Dec 31, 2020	6 Months to Dec 31, 2019
	USD	USD
(a) <i>Operating Expenses</i>		
Fellow Subsidiary	(290)	12,706
	<u>(290)</u>	<u>12,706</u>
(b) <i>Administrative Expenses</i>		
Fellow Subsidiary	17,426	-
Entities under common control	3,001	2,051
	<u>20,427</u>	<u>2,051</u>

CM STRUCTURED FINANCE (1) LTD

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED DECEMBER 31, 2020

11 RELATED PARTY TRANSACTIONS (CONT'D)

Outstanding balances as at reporting period	Dec 31, 2020	Jun 30, 2020
	USD	USD
(c) <i>Payables to related parties</i>		
Fellow Subsidiaries	250	1,227
Entity under common control	493	1,265
	<u>743</u>	<u>2,492</u>
(d) <i>Bank Balances</i>		
Entity under common control	<u>354,099</u>	<u>450,374</u>

All the above transactions have been carried out at least under market terms and conditions. There have been no guarantees provided or received for any related party receivables or payables. At December 31, 2020, the amounts owed by related parties were not impaired.

12 ULTIMATE HOLDING COMPANY

The holding company of CM Structured Finance (1) Ltd is MCB Capital Markets Ltd and the ultimate holding company is MCB Group Limited. Both companies are incorporated in Mauritius.