

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020

	2020	2019
	Rs	Rs
ASSETS		
Non-current assets		
Property, plant and equipment	7,022,006	9,120,926
Right-of-use assets	9,283,043	-
Intangible assets	569,781	775,923
Deferred tax assets	2,780,164	1,742,127
Total current assets	19,654,994	11,638,976
Current assets		
Other receivables	14,138,116	32,390,123
Deposits with financial institutions	19,464,955	19,441,700
Cash and cash equivalents	42,124,590	13,718,212
Total current assets	75,727,661	65,550,035
TOTAL ASSETS	95,382,655	77,189,011
EQUITY AND LIABILITIES		
Equity		
Stated capital	47,025,000	47,025,000
Retained earnings	4,787,098	14,965,474
Total equity	51,812,098	61,990,474
Non-current liabilities		
Lease Liabilities	5,720,201	-
Obligations under finance lease	2,453,303	3,094,169
Retirement benefit obligations	-	600,000
Total non-current liabilities	8,173,504	3,694,169
Current liabilities		
Lease Liabilities	4,495,110	-
Lease obligations under finance lease	640,863	596,532
Trade and other payables	30,261,080	10,907,836
Total current liabilities	35,397,053	11,504,368
TOTAL EQUITY AND LIABILITIES	95,382,655	77,189,011

These financial statements have been approved by the Board of Directors on 6 July 2021 and signed on its behalf by:

Viraj Gunnowree Chief Executive Officer	Prithvinath Geerjanan Director	Ashvin Metturjeet Director
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STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2020

	Stated capital	Retained earnings	Total
	Rs	Rs	Rs
At 31 December 2018	47,025,000	19,071,357	66,096,357
Loss for the year	-	(4,105,883)	(4,105,883)
Other comprehensive income	-	-	-
Total comprehensive loss for the year	-	(4,105,883)	(4,105,883)
At 31 December 2019	47,025,000	14,965,474	61,990,474
Effect of adoption of IFRS 16	-	(525,683)	(525,683)
At 1 January 2020 as restated	47,025,000	14,439,791	61,464,791
Loss for the year	-	(9,652,693)	(9,652,693)
Other comprehensive income	-	-	-
Total comprehensive loss for the year	-	(9,652,693)	(9,652,693)
At 31 December 2020	47,025,000	4,787,098	51,812,098

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
	Rs	Rs
Revenue	49,009,431	65,642,429
Operating expenses	(58,453,742)	(69,336,636)
Finance costs	(1,246,419)	(561,856)
Loss before taxation	(10,690,730)	(4,256,063)
Taxation	1,038,037	150,180
Loss for the year after taxation	(9,652,693)	(4,105,883)
Total comprehensive loss for the year	(9,652,693)	(4,105,883)
Loss per share	(2.05)	(0.87)

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
	Rs	Rs
Cash flows from operating activities		
Loss before taxation	(10,690,730)	(4,256,063)
Adjustment for:-		
Depreciation	3,325,034	3,396,127
Loss on disposal of property, plant and equipment	232	34
Amortisation of intangible assets	425,343	405,198
Amortisation right-of-use assets	5,335,042	-
Interest expenses	1,096,897	265,318
Interest receivable	(1,290,517)	(1,408,126)
Retirement benefits obligations	(600,000)	600,000
	(2,398,699)	(997,512)
Movements in working capital		
Movement in other receivables	18,252,007	(11,371,349)
Movement in trade and other payables	19,353,244	(15,317,937)

Cash flows generated from / (used in) operating activities	35,206,552	(27,686,798)
Interest received	1,290,517	1,408,126
Net cash flows generated from / (used in) operating activities	36,497,069	(26,278,672)
Investing activities		
Purchase of property, plant and equipment	(1,226,346)	(1,525,225)
Purchase of intangible assets	(219,201)	-
Lease payment received	-	830,596
Deposit with financial institutions	(23,255)	72,619
Net cash used in investing activities	(1,468,802)	(622,010)
Financing activities		
Principal paid on lease liabilities	(4,928,457)	-
Interest paid on lease liabilities	(851,473)	-
Principal paid on finance lease liabilities	(596,535)	(510,120)
Interest paid on finance lease liabilities	(245,424)	(265,318)
Net cash used in financing activity	(6,621,889)	(775,438)
Net movement in cash and cash equivalents	28,406,378	(27,676,120)
Cash and cash equivalents at the beginning of the year	13,718,212	41,394,332
Cash and cash equivalents at the end of the year	42,124,590	13,718,212

INDEPENDENT AUDITORS' REPORT TO THE MEMBER OF BRITISH AMERICAN EXCHANGE CO. LTD
Report on the Audit of the Financial Statements
Opinion

We have audited the financial statements of British American Exchange Co. Ltd (the "Company") set out on pages 25 to 50, which comprise the statement of financial position as at 31 December 2020 and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, these financial statements give a true and fair view of the financial position of the Company as at 31 December 2020 and of its financial performance, its changes in equity and its cash flows for the year then ended in accordance with International Financial Reporting Standards and in compliance with the requirements of the Mauritius Companies Act 2001, the Financial Reporting Act 2004 and the Banking Act 2004.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises the Annual Report, Corporate Governance Report and Certificate from the Company Secretary, or any other information. The other information does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Corporate Governance Report

The directors are responsible for preparing the Corporate Governance Report. Our responsibility is to report on the extent of compliance with the Code of Corporate Governance (the "Code") as disclosed in the annual report and on whether the disclosure is consistent with the requirements of the Code.

The directors have given satisfactory explanations on the principles of the Code which have not been complied with. In our opinion, the disclosure in the annual report, including explanations on the reasons for non-compliance, is consistent with the principles of the Code.

Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards and in compliance with the requirements of the Mauritius Companies Act 2001, the Financial Reporting Act 2004 and the Banking Act 2004, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Other matter

This report is made solely to the Company's members, in accordance with Section 205 of the Mauritius Companies Act 2001, the Financial Reporting Act 2004 and the Banking Act 2004. Our audit work has been undertaken so that we might state to the Company's members those matters that we are required to state in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's member, for our audit work, for this report, or for the opinions we have formed.

Report on Other Legal and Regulatory Requirements
Mauritius Companies Act 2001

- We have no relationship with or interests in the Company other than in our capacity as auditors.
- We have obtained all the information and explanations we have required.
- In our opinion, proper accounting records have been kept by the Company as far as it appears from our examination of those records.

Banking Act 2004

- In our opinion the financial statements have been prepared on a basis consistent with that of the preceding year and are complete, fair and properly drawn up and comply with the Banking Act 2004 and the regulations and guidelines of the Bank of Mauritius;
- The explanations or information called for or given to us by the officers or agents of the Company were satisfactory.

MOORE MAURITIUS
Chartered Accountants

ARVIN ROGBEER, FCA, FCCA
License by FRC

PORT LOUIS
REPUBLIC OF MAURITIUS

DATE: 6 July 2021