



Eppley Limited

For the year ended December 31, 2016:-

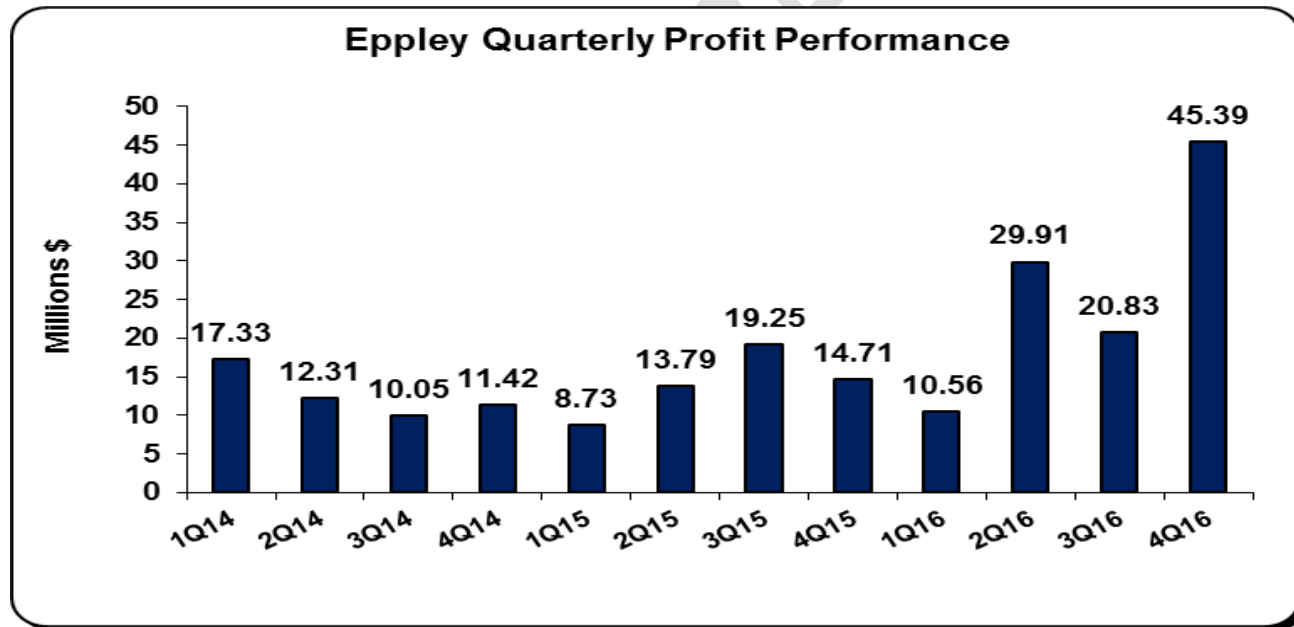
- Eppley reported interest income of \$210.15 million an increase of 5% when compared to the \$199.59 million recorded the previous year. Fourth quarter revenue rose 14% from \$54.03 million to \$61.86 million.
- Interest expenses amounted to \$115.92 million, a 1% decline when compared to \$117.44 million for the corresponding period in 2015.
- Consequently, net interest income increased 15% to \$94.23 million from \$82.15 million in the corresponding period of 2015.
- Other operating income grew by \$26.27 million to a total of \$60.88 million relative to \$34.61 million in 2015.
- Administrative expenses increased 30% to close at \$78.66 million from \$60.68 million the previous year. Within the fourth quarter the company recorded a 9% growth in administration expenses to \$21.71 million (2015: \$19.86 million).
- Notably, Eppley booked \$30.47 million for Share of Net profit from Joint Venture compared to nil for the prior financial year. According to Eppley Limited, “In September we purchased an investment property through a joint venture in which we own a 50% interest. Our financial results include our share of the profits of this joint venture.”
- As such, pre-tax profit closed at \$106.91 million for the financial year, 91% more than the \$56.08 million booked in 2015. Eppley paid a total of \$225,000 for FY2016 compared to a tax credit of \$407,000 in 2015, hence net profit attributable to shareholders amounted to \$106.91 million. Profit for the quarter amounted to \$45.39 million, a 217% increase when compared to last year’s corresponding period of \$14.30 million.
- Earnings per share for the quarter amounted to \$0.24 (2015: \$0.07). Earnings per share for the financial year ended December 31, 2016 totalled \$0.55 compared to \$0.29 for the corresponding period in 2015. The trailing twelve months EPS is \$0.55. The total amount of shares outstanding used for this calculation was 192,468,300 units.



- EPLY noted, “At the end of the year we owned a \$1.9 billion investment portfolio consisting mainly of loans, leases and receivables. The average income yield of our portfolio was 14%. Our capital-at-risk was less than 1% of capital.”

Balance Sheet Highlights:

- As at December 31, 2016, total assets amounted to \$2.08 billion, 45% more than its value a year ago. The increase in assets was driven primarily by increases in ‘Loans Receivables’ by \$326.97 million to close at \$906.98 million (2015: \$580.01 million).
- Shareholder’s Equity as at December 31, 2016 totalled \$710.63 million (2015:\$348.86 million) resulting in a book value per share of approximately \$3.69 relative to \$1.81 in 2015.





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