



STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2018

	30th September 2018 USD Unaudited	30th September 2017 USD Unaudited	31st March 2018 USD Audited
ASSETS			
Cash and cash equivalents	158,756,023	15,817,467	255,313,977
Loans and advances to banks	31,428,567	216,323,488	67,005,364
Loans and advances to customers	562,277,720	658,850,990	533,741,606
Investment securities	181,511,856	147,249,176	231,695,181
Property, plant and equipment	7,875,566	8,014,945	7,939,630
Deferred tax assets	3,575,960	1,687,317	2,059,900
Other assets	17,041,010	18,166,080	18,902,003
Total assets	962,466,702	1,066,109,463	1,116,657,661
LIABILITIES			
Deposits from customers	644,618,327	658,924,425	781,642,115
Other borrowed funds	165,956,075	222,073,466	165,692,623
Current tax liabilities	723,482	761,425	528,263
Retirement benefit obligation	3,176,363	2,274,739	2,881,503
Other liabilities	8,363,429	11,045,562	4,064,154
Total liabilities	822,837,676	895,079,617	954,808,658
Shareholders' Equity			
Share Capital	48,627,188	48,627,188	48,627,188
Share premium	54,078,062	54,078,062	54,078,062
Retained earnings	19,337,359	48,723,714	42,179,846
Statutory and Other reserves	20,760,923	22,197,146	19,843,553
Actuarial losses reserve	(3,174,506)	(2,596,264)	(2,879,646)
Total equity	139,629,026	171,029,846	161,849,003
Total equity and liabilities	962,466,702	1,066,109,463	1,116,657,661

Approved and authorised for issue by the Board of Directors on 6th November 2018

S.S.Asthana
Managing Director
& CEO

B.K.Maudarboocus-Boodoo
Director

G. Gopee
Director

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX MONTHS PERIOD ENDED 30 SEPTEMBER 2018

	Quarter ended 30 th September 2018 USD Unaudited	Six months ended 30 th September 2018 USD Unaudited	Quarter ended 30 th September 2017 USD Unaudited	Six months ended 30 th September 2017 USD Unaudited	Year ended 31 st March 2018 USD Audited
Interest income	9,766,495	18,820,361	10,077,212	19,420,704	38,344,764
Interest expense	(3,419,173)	(6,839,150)	(3,688,996)	(7,294,426)	(14,717,001)
Net interest income	6,347,322	11,981,211	6,388,216	12,126,278	23,627,763
Net fee and commission income	581,041	1,083,950	356,677	815,977	2,138,464
Net trading income	360,724	627,858	468,976	824,373	1,612,416
Other operating income	73,644	160,947	457,183	628,667	888,620
	434,368	788,805	926,159	1,453,040	2,501,036
Operating income	7,362,731	13,853,966	7,671,052	14,395,295	28,267,263
Net impairment loss on financial assets	(1,503,154)	(2,945,904)	(2,500,000)	(1,931,882)	(17,286,821)
Personnel expenses	(1,055,277)	(2,229,738)	(1,066,792)	(1,988,629)	(4,220,177)
Depreciation	(126,040)	(249,330)	(121,439)	(240,688)	(509,270)
Other expenses	(764,374)	(1,524,452)	(691,364)	(1,320,296)	(3,490,487)
Profit before income tax	3,913,886	6,904,542	3,291,457	8,913,800	2,760,508
Income tax expense	(400,000)	(775,000)	(500,000)	(950,000)	(1,090,000)
Profit for the period/year	3,513,886	6,129,542	2,791,457	7,963,800	1,670,508
Other Comprehensive Income					
Items that will not be reclassified to profit or loss					
Remeasurement of defined benefit obligations, net of deferred tax	(263,415)	(294,860)	(299,827)	(299,827)	(583,209)
Items that may be reclassified subsequently to profit or loss					
Fair value gains on investment securities	409,938	403,460	83,432	47,966	(2,556,203)
Other Comprehensive Income for the period/year	146,523	108,600	(216,395)	(251,861)	(3,139,412)
Total comprehensive income for the period/year	3,660,409	6,238,142	2,575,062	7,711,939	(1,468,904)
Earnings per share	4.52	7.88	3.59	10.24	2.15

STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2018

	Six months ended 30th September 2018 USD Unaudited	Six months ended 30th September 2017 USD Unaudited	Year ended 31st March 2018 USD Audited
Cash flows from operating activities			
Profit for the period/year	6,129,542	7,963,800	1,670,508
Adjustments for:			
Depreciation	249,330	240,688	509,270
Profit on disposal of investments	-	(479,592)	(505,134)
Exchange rate difference	384,248	(1,358,262)	(1,228,353)
Profit on disposal of assets	-	-	(15,367)
Profit on disposal of non banking asset	-	-	65,019
Increase in provision for retirement benefit obligation	-	74,957	295,420
Impairment on financial assets - loans	2,945,904	1,931,882	17,286,821
Income tax expense	775,000	950,000	1,090,000
	10,484,024	9,323,473	19,168,184
Changes in operating assets and liabilities			
Decrease/(increase) in loans and advances to banks	35,003,306	(27,574,643)	122,574,961
(Increase)/decrease in loans and advances to customers	(57,469,636)	(7,819,755)	100,186,931
(Increase)/decrease in other assets	1,860,993	(786,162)	(1,627,289)
(Decrease)/increase in deposits from customers	(137,008,546)	(24,083,074)	99,361,009
(Decrease)/increase in other liabilities	4,299,275	8,346,588	1,383,355
Net change in interest receivable	1,554,760	(1,094,748)	(427,521)
Net change in interest payable	245,307	1,652,097	976,685
Income tax paid	(508,161)	(1,333,977)	(1,914,707)
Net cash generated from operating activities	(141,538,678)	(43,370,202)	339,681,608
Cash flows from investing activities			
Increase in investment securities (net)	(32,648,235)	(11,203,157)	(110,084,148)
Proceeds from sale of investment securities	82,676,944	21,697,998	33,554,357
Purchase of property, plant and equipment	(185,266)	(149,816)	(343,081)
Proceeds from sale of property, plant and equipment	-	19,804	15,367
Proceeds from sale of non banking asset	-	-	117,033
Net cash generated from/(used in) investing activities	49,843,443	10,364,829	(76,740,472)
Cash flows from/(used in) financing activities			
Other borrowed funds	-	27,763,750	23,313,750
Dividend paid	(4,862,719)	(14,588,156)	(14,588,156)
Net cash generated from financing activities	(4,862,719)	13,175,594	8,725,594
Net (decrease)/increase in cash and cash equivalents	(96,557,954)	(19,829,779)	271,666,730
Cash and cash equivalents at beginning of year	240,313,977	(31,352,754)	(31,352,754)
Cash and cash equivalents at end of period/year	143,756,023	(51,182,533)	240,313,977

STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS PERIOD ENDED 30 SEPTEMBER 2018

	Share capital USD	Share premium USD	Statutory reserve USD	General banking reserve USD	Other reserve USD	Actuarial losses reserve USD	Retained earnings USD	Total USD
Balance at 1 April 2017	48,627,188	54,078,062	21,423,780	603,175	122,225	(2,296,437)	55,348,070	177,906,063
Profit for the six months	-	-	-	-	-	-	7,963,800	7,963,800
Other Comprehensive Income for the period	-	-	-	-	47,966	(299,827)	-	(251,861)
Dividend paid	-	-	-	-	-	-	(14,588,156)	(14,588,156)
Balance at 30 September 2017 (Unaudited)	48,627,188	54,078,062	21,423,780	603,175	170,191	(2,596,264)	48,723,714	171,029,846
Balance at 1 April 2017	48,627,188	54,078,062	21,423,780	603,175	122,225	(2,296,437)	55,348,070	177,906,063
Profit for the year	-	-	-	-	-	-	1,670,508	1,670,508
Other Comprehensive Income for the year	-	-	-	-	(2,556,203)	(583,209)	-	(3,139,412)
Transfer to Statutory reserves	-	-	250,576	-	-	-	(250,576)	-
Dividend paid	-	-	-	-	-	-	(14,588,156)	(14,588,156)
Balance at 31 March 2018 (Audited)	48,627,188	54,078,062	21,674,356	603,175	(2,433,978)	(2,879,646)	42,179,846	161,849,003
Balance at 1 April 2018	48,627,188	54,078,062	21,674,356	603,175	(2,433,978)	(2,879,646)	42,179,846	161,849,003
Impact of adopting IFRS 9	-	-	-	-	513,910	-	(9,152,823)	(8,638,913)
Adjusted opening balance on initial application of IFRS 9	48,627,188	54,078,062	21,674,356	603,175	(1,920,068)	(2,879,646)	33,027,023	153,210,090
Additional specific provision on Loan and Advances	-	-	-	-	-	-	(14,956,487)	(14,956,487)
Dividend paid	-	-	-	-	-	-	(4,862,719)	(4,862,719)
Profit for the six months period	-	-	-	-	-	-	6,129,542	6,129,542
Other Comprehensive Income for the period	-	-	-	-	403,460	(294,860)	-	108,600
Balance at 30 September 2018 (Unaudited)	48,627,188	54,078,062	21,674,356	603,175	(1,516,608)	(3,174,506)	19,337,359	139,629,026

UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2018

The unaudited Financial Statements for the period ended 30th September 2018 have been prepared in accordance with Bank of Mauritius Guideline on Public Disclosure of Information.

RESULTS

In the context of discontinuation of Short Term Lending in form of Buyer's Credit as a result of Reserve Bank of India's guideline, the bank has performed encouragingly to build up the book with revised focus on medium and long term assets. The loans & advances of the bank stood at USD 593.71 Mio as at end of Sept'18 as compared to USD 875.17 Mio year before. During the first half of current FY, the loan book has expanded by USD 39.09 Mio in form of long term assets, which is a positive sign of income going forward. The investment book has also grown by 23.27% on Y-o-Y basis to stand at USD 181.51 Mio as at end of 30th Sept'18 as compared to USD 147.25 Mio. The deposits for the period ended 30th September' 2018 stood at USD 644.62 Mio as compared to USD 658.92 Mio, year before. During the reporting period the composition of Current & Savings A/c deposit has substantially grown to 58.99 % in Sept'18 as compared to 39.97% in Sept'17. The shift has resulted in reduction of interest expenses. On Y-o-Y basis, the operating profit has declined from USD 10.85 Mio to USD 9.85 Mio and the Net Profit has declined from USD 7.96 Mio to USD 6.13 Mio. The Net Profit has been impacted on account of higher provisioning to bad debts. As the Provisioning Coverage Ratio has improved substantially, we expect the profit trend to sustain in the rest half of the year. The Capital position of the bank has been very much comfortable and the Capital Adequacy Ratio as at end of Sept'18 stood at 19.76%.

PROSPECTS

The Bank has withstood the tough time witnessed all over the Globe and has delivered consistent results this quarter. Slowing down of credit off- take in Indian Sub-continent has resulted in low volume of syndication financing and the imposition of restrictions on Buyer's Credit business by Reserve Bank of India in later part of the previous year has resulted in a fall in the loans and advances of the bank. However, the Bank has responded to the Call of the time by changing its strategy & has recovered most of its lost ground. Nevertheless, we will continue to focus on diversifying our presence across sectors and sections of the economy in order to give boost to our growth prospects. We are hopeful of delivering the results with the same consistency as done in the past.

Copies of the Interim Financial Statements can be obtained free of charge upon request at the Head Office of the company, SBI (Mauritius) Ltd, 6th floor, SBI Tower Mindspace, 45 Ebene Cybercity, and can be viewed on our website: www.sbimauritius.com. The statement of direct and indirect interests of officers of the Company in the capital of the Company may also be obtained free of charge upon request at the registered office of the Bank.

By order of the Board

A.B.Mosaheb
Company Secretary

Date: 06th November 2018

This communiqué is issued pursuant to Securities Act 2005.

The Board of Directors of SBI (Mauritius) Ltd accepts full responsibility for the accuracy of the information contained in this communiqué. The statements contained in this report include forward looking estimates which may differ materially from actual results.

REVIEW REPORT ON CONDENSED INTERIM FINANCIAL INFORMATION FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2018

The Board of Directors SBI (Mauritius) Ltd (the "Bank")

Introduction

We have reviewed the condensed interim information set out on pages 2 to 7 which comprise the statement of financial position of the Bank as at 30 September 2018 and the related statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows and other explanatory notes for the quarter and six months then ended. The Board of Directors and management of the Bank are responsible for the preparation and presentation of this interim financial information in accordance with the Bank of Mauritius Guideline on Public Disclosure of Information and International Financial Reporting Standards. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with the Bank of Mauritius Guideline on Public Disclosure of Information and International Financial Reporting Standards.

Deloitte

Deloitte

Chartered Accountants

6 November 2018

