



INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF SBI (MAURITIUS) LTD

Opinion

The summary financial statements, which comprise the summary statement of financial position as at March 31, 2020, the summary statement of profit or loss and other comprehensive income, the summary statement of changes in equity and the summary statement of cash flows for the year then ended, are derived from the audited financial statements of SBI (Mauritius) Ltd (the "Bank") for the year ended March 31, 2020.

In our opinion, the accompanying summary financial statements are consistent in all material respects, with the audited financial statements of the Bank prepared in accordance with International Financial Reporting Standards (IFRSs) and in compliance with the requirements of the Mauritius Companies Act 2001 and the Financial Reporting Act 2004.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The Audited Financial Statements and Our Report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated May 13, 2020. That report also includes the communication of key audit matters that, in our professional judgement, were of most significance in our audit of the audited financial statements of the current year.

Responsibilities of Directors for the Summary Financial Statements

The directors are responsible for the preparation of the summary financial statements in accordance with IFRSs.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

Other Matter

This report, including our opinion, has been prepared for and only for the Bank's shareholders in accordance with Section 34(6)(b)(ii) of the Mauritius Banking Act 2004 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Deloitte
Chartered Accountants

Date: 13th May 2020

Vishal Agrawal, FCA
Licensed by FRC



AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

The Audited Financial Statements for the year ended 31st March 2020 have been prepared in accordance with Bank of Mauritius Guideline on Public Disclosure of Information. The financial report contains forward looking statements and risks assessments based on the Bank's view of the economic situation and may not necessarily materialise. Users of information should therefore not place undue reliance on these statements.

COMMENTS ON RESULTS:

Notwithstanding a relative pickup in activity lately, the offshoots of the global financial and economic crisis in terms of a deceleration of economic growth which worsened the trade and investments, outlook should continue to pose major challenges in the coming periods and dragged the world economy to its feeblest performance since the global financial crisis. This supplemented with COVID-19 outbreak, has had a direct impact on the local front, translating into challenging time. Nevertheless, the Bank has been able to address the stressed and sticky assets towards forging a healthier asset book. The result of our effort in FY 2019-20 has shown a Net Profit after tax of USD 1.32 Mio as compared to USD 15.70 Mio earned last year, due to provisioning made during the reporting period.

The Bank's loans and advances stood at USD 467.35 Mio as on 31st March 2020 as compared to USD 518.59 Mio as on 31st March 2019, due to limited lending opportunities. The bank is, however, focussing on increasing exposures in local market and selective exposures in other geographies as well.

Customer deposits stood at USD 435.81 Mio as at 31st March 2020 compared to USD 471.42 Mio as on 31st March 2019, in line with its strategy of doing away with high cost term deposits & MTNs and focusing more on CASA.

The Capital position of the bank has been comfortable and the Capital Adequacy Ratio as at end of Mar'2020 stood at 28.20%.

Whilst the Bank has remained conservative in its approach, new Vision-Mission-Value strategy backed by the external consultant recommendations is being undertaken to better serve our clients. SBI (Mauritius) Ltd is well-positioned to reinforce its foothold in the market and create more value for the stakeholders in coming days.

By order of the Board

A.B Mosaheb
Company Secretary

Date: 13th May 2020

Copies of the Annual Report 2020 can be obtained free of charge upon request at the Head Office of the company, SBI (Mauritius) Ltd, 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.

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

SBI (Mauritius) Ltd is licensed and regulated by the Bank of Mauritius and the Financial Services Commission



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

	2020 USD	2019 USD	2018 USD
Interest income	31,443,365	38,659,543	38,344,764
Interest expense	(14,203,985)	(14,474,354)	(14,717,001)
Net interest income	17,239,380	24,185,189	23,627,763
Net fee and commission Income	2,704,838	2,440,099	2,138,464
Net trading income	1,848,774	1,468,613	1,612,416
Other operating income	826,023	527,869	888,620
	2,674,797	1,996,482	2,501,036
Operating income	22,619,015	28,621,770	28,267,263
Net impairment loss on financial assets	(12,935,982)	(2,090,131)	(17,286,821)
Personnel expenses	(4,501,027)	(4,630,738)	(4,220,177)
Depreciation and amortisation	(855,346)	(504,904)	(509,270)
Other expenses	(3,770,327)	(3,396,080)	(3,490,487)
Profit before income tax	556,333	17,999,917	2,760,508
Income tax income/(expense)	766,273	(2,300,000)	(1,090,000)
Profit for the year	1,322,606	15,699,917	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	85,914	(451,166)	(583,209)
Fair value gains on investment securities	101,582	404,033	-
Items that may be reclassified subsequently to profit or loss			
Fair value gains/(loss) on investment securities	2,910,068	785,175	(2,556,203)
Other Comprehensive loss for the year	3,097,564	738,042	(3,139,412)
Total comprehensive income/(loss) attributable to equity holders	4,420,170	16,437,959	(1,468,904)
Earnings per share	1.70	20.18	2.15

Approved and authorised for issue by the Board of Directors on 13th May 2020

Shashi Prabha
Managing Director & CEO

B.K. Maudarbocus-Boodoo
Director

G. Gopee
Director



SUMMARY STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2020

	2020 USD	2019 USD	2018 USD
ASSETS			
Cash and cash equivalents	101,609,876	93,304,042	255,313,977
Loans and advances to banks	45,266,408	42,299,888	67,005,364
Loans and advances to customers	422,088,019	476,294,433	533,741,606
Investment securities	249,991,469	258,319,143	231,695,181
Property, plant and equipment	7,583,324	7,685,687	7,939,630
Deferred tax assets	2,108,706	1,503,706	2,059,900
Current tax assets	490,809	204,470	-
Rights-of-use	1,444,140	-	-
Other assets	15,634,671	16,451,970	18,902,003
Total assets	846,217,422	896,063,339	1,116,657,661
LIABILITIES			
Deposits from customers	435,808,436	471,418,308	781,642,115
Other borrowed funds	255,166,637	265,106,186	165,692,623
Current tax liabilities	-	-	528,263
Retirement benefit obligation	3,070,918	3,373,612	2,881,503
Lease Liabilities	1,277,872	-	-
Other liabilities	6,233,437	6,199,843	4,064,154
Total liabilities	701,557,300	746,097,949	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	17,951,523	26,552,746	42,179,846
Statutory and Other reserves	27,248,247	24,038,206	19,843,553
Actuarial losses reserve	(3,244,898)	(3,330,812)	(2,879,646)
Total equity	144,660,122	149,965,390	161,849,003
Total equity and liabilities	846,217,422	896,063,339	1,116,657,661

Approved and authorised for issue by the Board of Directors on 13th May 2020

Shashi Prabha
Managing Director & CEO

B.K. Maudarbocus-Boodoo
Director

G. Gopee
Director



SUMMARY STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2020

	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 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	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	-	-	-	-	650,457	-	(9,152,823)	(8,502,366)
Adjusted Opening Balance on initial application of IFRS 9	48,627,188	54,078,062	21,674,356	603,175	(1,783,521)	(2,879,646)	33,027,023	153,346,637
Additional specific provision on loans and advances	-	-	-	-	-	-	(14,956,487)	(14,956,487)
Profit for the year	-	-	-	-	-	-	15,699,917	15,699,917
Other Comprehensive Income for the year	-	-	-	-	1,189,208	(451,166)	-	738,042
Transfer to Statutory reserves	-	-	2,354,988	-	-	-	(2,354,988)	-
Dividend paid	-	-	-	-	-	-	(4,862,719)	(4,862,719)
Balance at 31 March 2019	48,627,188	54,078,062	24,029,344	603,175	(594,313)	(3,330,812)	26,552,746	149,965,390
Balance at 1 April 2019	48,627,188	54,078,062	24,029,344	603,175	(594,313)	(3,330,812)	26,552,746	149,965,390
Profit for the year	-	-	-	-	-	-	1,322,606	1,322,606
Other Comprehensive Income for the year	-	-	-	-	3,011,650	85,914	-	3,097,564
Transfer to Statutory reserves	-	-	198,391	-	-	-	(198,391)	-
Dividend paid	-	-	-	-	-	-	(9,725,438)	(9,725,438)
Balance at 31 March 2020	48,627,188	54,078,062	24,227,735	603,175	2,417,337	(3,244,898)	17,951,523	144,660,122



SUMMARY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2020

	2020 USD	2019 USD	2018 USD
Cash flows from operating activities			
Profit for the year	1,322,606	15,699,917	1,670,508
Adjustments for:			
Depreciation	855,346	504,904	509,270
Net gain of investments	(577,567)	(215,988)	(505,134)
Dividend on investment	(29,048)	-	(27,395)
Exchange rate difference	(489,262)	(633,158)	(1,071,184)
Profit on disposal of assets	-	(14,389)	(15,367)
(Profit)/loss on disposal of non banking asset	-	(10,677)	65,019
Increase/(decrease) in provision for retirement benefit obligation	183,177	170,507	138,252
Interest on lease liabilities	57,855	-	-
Impairment on financial assets - loans	12,935,982	2,090,131	17,286,821
Income tax expense	(766,273)	2,300,000	1,090,000
	13,492,816	19,891,247	19,140,790
Changes in operating assets and liabilities			
Decrease/(increase) in loans and advances to banks	(2,772,230)	24,083,843	122,574,961
Decrease in loans and advances to customers	40,856,977	29,771,316	100,186,931
Decrease/(increase) in other assets	817,299	2,450,033	(1,627,289)
(Decrease)/increase in deposits from customers	(36,380,834)	(309,723,385)	99,361,009
Increase/(decrease) in other liabilities	33,594	2,135,689	1,383,355
Net change in interest receivable	117,758	1,387,449	(427,521)
Net change in interest payable	343,064	(89,761)	976,685
Income tax paid	(44,349)	(865,113)	(1,914,707)
Net cash (used in)/generated from operating activities	16,464,095	(230,958,683)	339,654,214
Cash flows from investing activities			
(Increase)/decrease in investment securities (net)	(48,203,309)	(44,332,453)	(110,084,148)
Proceeds from sale of investment securities	60,061,850	19,370,000	33,554,357
Purchase of property, plant and equipment	(402,353)	(250,958)	(343,081)
Proceeds from sale of property, plant and equipment	-	14,389	15,367
Proceeds from sale of non banking asset	-	10,489	117,033
Dividend on investment	29,048	-	27,395
Net cash (used in)/generated from investing activities	11,485,236	(25,188,533)	(76,713,077)
Cash flows from financing activities			
Other borrowed funds	14,026,000	-	23,313,750
Repayment of lease liability	(406,409)	-	-
Dividend paid	(9,725,438)	(4,862,719)	(14,588,156)
Net cash (used in)/generated from financing activities	3,894,153	(4,862,719)	8,725,594
Net (decrease)/increase in cash and cash equivalents	31,843,484	(261,009,935)	271,666,731
Cash and cash equivalents at beginning of year	(20,695,958)	240,313,977	(31,352,753)
Cash and cash equivalents at end of year	11,147,526	(20,695,958)	240,313,977