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

### REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

#### Introduction

We have reviewed the statement of financial position of **SBI (Mauritius) Ltd** (the “Bank”) as of 30 June 2023 and the related statements of income and changes in equity for the three-month period then ended in accordance with the terms of our engagement letter dated 07 June 2023. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with International Financial Reporting Standards (“IFRS”). Our responsibility is to express a conclusion on this interim financial information based on our review.

#### MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standard and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### REVIEWER'S RESPONSIBILITY

Our responsibility is to express a conclusion on the accompanying financial statements. We conducted our review in accordance with International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical Financial Statements. ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements. A review of financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained. The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

#### CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not give a true and fair view of the financial position of the Bank as at 30 June 2023, and of its financial performance and cash flows for the year then ended, in accordance with IFRS.

A handwritten signature in blue ink, appearing to read 'mazars', with a horizontal line underneath.

**Mazars LLP**  
Port Louis, Mauritius

Date: 19 July 2023



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## SUMMARY AUDITED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED 30 JUNE 2023

### COMMENTS ON RESULTS:

Amidst a challenging local and global environment, all our efforts have been on the safeguarding of the Bank's transparency and stability, thus, ending its 1<sup>st</sup> quarter reporting a Net profit after tax of USD 6.78 Mio last year level of USD 3.43 Mio.

The ROAE and the ROAA have improved to stand at 16.25 percent and 2.55 percent respectively, as on 30th June 2023 compared to 9.16 % and 1.25 %, as on 30<sup>th</sup> June 2022.

As at end of June 2023, the bank's total assets stood at USD 1,070.95 Mio with total loans and advances portfolio of USD 705.71 Mio as compared to USD 562 Mio as on 30<sup>th</sup> June 2022. We have adopted cautious approach for building up loan portfolio and are on the lookout for high quality medium to long term assets.

However, the investment book has registered a decrease of 4.87% to stand at USD 240.76 Mio as on 30th June 2023 as compared to USD 252.50 Mio as on 30<sup>th</sup> June 2022.

While closely monitoring the loan portfolio to restrict further slippages, we have stepped up our efforts to recover our dues in sticky accounts, thus registering a Gross and net NPAs at USD 0.90 Mio and NIL, respectively, as on 30<sup>th</sup> June 2023 as compared to USD 0.95 Mio and NIL as on 30<sup>th</sup> June 2022.

The Capital position of the bank has been comfortable with Capital Adequacy Ratio standing at 24.35% as at end of June'23.

Our focus for the current FY is to have sustainable business growth and improve the performance by reinforcing internal capabilities, enhancing customer service, expanding product suite.

### By order of the Board

**A.B Mosaheb**  
Company Secretary

Date: 19 July 2023

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



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**SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE THREE-MONTH PERIOD ENDED 30 JUNE 2023**

	Three months ended 30 June 2023 USD Unaudited	Three months ended 30 June 2022 USD Unaudited	Year ended 31 March 2023 USD Audited
Interest income	14,369,322	5,857,906	36,510,173
Interest expense	(6,572,033)	(1,520,716)	(14,858,127)
<b>Net interest income</b>	<b>7,797,289</b>	<b>4,337,190</b>	<b>21,652,046</b>
<b>Net fee and commission income</b>	<b>817,539</b>	<b>613,280</b>	<b>2,743,720</b>
Net trading income	507,221	573,075	2,538,474
Other operating income	103,280	143,086	630,506
	<b>610,501</b>	<b>716,161</b>	<b>3,168,980</b>
<b>Operating income</b>	<b>9,225,329</b>	<b>5,666,631</b>	<b>27,564,746</b>
Net impairment loss on financial assets	-	-	8,807,736
Personnel expenses	(1,034,978)	(1,005,437)	(4,665,820)
Depreciation and amortisation	(247,112)	(199,970)	(948,510)
Other expenses	(650,342)	(657,937)	(4,636,948)
<b>Profit before income tax</b>	<b>7,292,897</b>	<b>3,803,287</b>	<b>26,121,204</b>
Income tax expense	(510,000)	(375,000)	(1,780,000)
<b>Profit for the period/year</b>	<b>6,782,897</b>	<b>3,428,287</b>	<b>24,341,204</b>
<b>Other comprehensive income</b>			
<b>Items that will not be reclassified to profit or loss</b>			
Remeasurement of defined benefit obligations, net of deferred tax	-	-	(118,422)
Fair value gains/ (losses) on investment securities	13,710	(90,347)	66,832
<b>Items that may be reclassified subsequently to profit or loss</b>			
Fair value (losses)/ gains on investment securities	(237,254)	(375,829)	(538,000)
<b>Other comprehensive (loss)/ income for the period/year</b>	<b>(223,544)</b>	<b>(466,176)</b>	<b>(589,590)</b>
<b>Total comprehensive income for the period/ year</b>	<b>6,559,353</b>	<b>2,962,111</b>	<b>23,751,614</b>
<b>Earnings per share</b>	<b>8.72</b>	<b>4.41</b>	<b>31.29</b>



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## INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

	30 June 2023 USD Unaudited	30 June 2022 USD Unaudited	31 March 2023 USD Audited
<b>ASSETS</b>			
Cash and cash equivalents	89,007,318	231,664,467	154,659,586
Loans and advances to banks	181,907,632	130,465,143	125,580,704
Loans and advances to customers	523,805,832	431,538,527	483,214,218
Investment securities	240,767,946	252,508,286	263,568,508
Derivative assets	-	-	-
Property, plant and equipment	7,330,199	7,517,396	7,405,206
Deferred tax assets	645,972	661,149	505,972
Right-of-use assets	908,606	902,973	944,557
Other assets	26,583,793	19,339,949	27,246,346
<b>Total assets</b>	<b>1,070,957,298</b>	<b>1,074,597,890</b>	<b>1,063,125,097</b>
<b>LIABILITIES</b>			
Deposits from customers	731,058,944	702,233,084	750,846,691
Other borrowed funds	151,181,910	195,809,715	121,573,927
Derivative liabilities	192,245	118,729	213,955
Current tax liabilities	2,096,707	1,205,000	1,446,707
Retirement benefit obligation	3,906,423	4,809,953	3,906,423
Lease liabilities	968,276	810,730	960,451
Other liabilities	7,943,203	23,349,945	17,126,706
<b>Total liabilities</b>	<b>897,347,708</b>	<b>928,337,156</b>	<b>896,074,860</b>
<b>Shareholders' equity</b>			
Share capital	48,627,188	48,627,188	48,627,188
Share premium	54,078,062	54,078,062	54,078,062
Retained earnings	44,195,678	22,351,611	38,430,216
Statutory and other reserves	29,860,263	26,220,183	29,866,372
Actuarial losses reserve	(3,151,601)	(5,016,310)	(3,951,601)
<b>Total equity</b>	<b>173,609,590</b>	<b>146,260,734</b>	<b>167,050,237</b>
<b>Total equity and liabilities</b>	<b>1,070,957,298</b>	<b>1,074,597,890</b>	<b>1,063,125,097</b>

This interim condensed financial information was approved and authorised for issue by the Board of Directors on 19 July 2023 and signed on its behalf by:

S. Adhya

Managing Director & CEO

N. Maraye

Director and Chairperson of the Audit Committee

Biranchi Narayan Rath

Director

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## INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE THREE-MONTH PERIOD ENDED 30 JUNE 2023

	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
<b>Balance at 1 April 2022</b>	48,627,188	54,078,062	26,973,610	603,175	(890,426)	(5,016,310)	28,648,761	153,024,060
Profit for the period	-	-	-	-	-	-	3,428,287	3,428,287
Other comprehensive income for the period	-	-	-	-	(466,176)	-	-	(466,176)
Dividend paid	-	-	-	-	-	-	(9,725,437)	(9,725,437)
<b>Balance at 30 June 2022 (unaudited)</b>	<b>48,627,188</b>	<b>54,078,062</b>	<b>26,973,610</b>	<b>603,175</b>	<b>(1,356,602)</b>	<b>(5,016,310)</b>	<b>22,351,611</b>	<b>146,260,734</b>
<b>Balance at 1 April 2022</b>	48,627,188	54,078,062	26,973,610	603,175	(890,426)	(5,016,310)	28,648,761	153,024,060
Profit for the year	-	-	-	-	-	-	24,341,204	24,341,204
Other comprehensive income for the year	-	-	-	-	(471,168)	(118,422)	-	(589,590)
Dividend paid	-	-	-	-	-	-	(9,725,437)	(9,725,437)
Transfer to actuarial loss reserve	-	-	-	-	-	1,183,131	(1,183,131)	-
Transfer to statutory reserves	-	-	3,651,181	-	-	-	(3,651,181)	-
<b>Balance at 31 March 2023 (audited)</b>	<b>48,627,188</b>	<b>54,078,062</b>	<b>30,624,791</b>	<b>603,175</b>	<b>(1,361,594)</b>	<b>(3,951,601)</b>	<b>38,430,216</b>	<b>167,050,237</b>
<b>Balance at 1 April 2023</b>	48,627,188	54,078,062	30,624,791	603,175	(1,361,594)	(3,951,601)	38,430,216	167,050,237
Profit for the period	-	-	-	-	-	-	6,782,897	6,782,897
Other comprehensive income for the period	-	-	-	-	(223,544)	-	-	(223,544)
<b>Balance at 30 June 2023 (unaudited)</b>	<b>48,627,188</b>	<b>54,078,062</b>	<b>30,624,791</b>	<b>603,175</b>	<b>(1,585,138)</b>	<b>(3,951,601)</b>	<b>45,213,113</b>	<b>173,609,590</b>

15% of profit after tax is transferred to the Statutory Reserve in compliance with the requirements of the Banking Act 2004, until such time that the statutory reserve equals the Bank's share capital.

The General Banking Reserve consists of amounts set aside in respect of the impairment of the loan portfolio, in addition to the impairment allowances computed under IFRS 9 Financial Instruments.



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## INTERIM CONDENSED STATEMENT OF CASH FLOWS FOR THE THREE-MONTH PERIOD ENDED 30 JUNE 2023

	Three months ended 30 June 2023 USD Unaudited	Three months ended 30 June 2022 USD Unaudited	Year ended 31 March 2023 USD Audited
<b>Cash flows from operating activities</b>			
Profit for the period/ year	7,292,897	3,803,287	26,121,204
<b>Adjustments for:</b>			
Depreciation and amortisation	247,112	199,970	948,510
Net gain of investments	-	-	(282,214)
Dividend on investment	(36,421)	(44,847)	(60,879)
Exchange rate difference	(698,140)	1,246,008	(831,045)
Profit on disposal of property and equipment	-	-	-
Fair value movement on financial instrument carried at FVTPL	-	-	5,593
Increase in provision for retirement benefit obligations	-	-	154,945
Interest on lease liabilities	9,380	8,493	32,443
Impairment on financial assets	-	-	-
<b>Changes in operating assets and liabilities</b>	<b>6,814,828</b>	<b>5,212,911</b>	<b>26,088,557</b>
Decrease/(increase) in loans and advances to banks	(55,683,616)	2,755,582	7,820,932
Decrease/(increase) in loans and advances to customers	(40,041,100)	14,691,621	(36,445,304)
(Increase)/ decrease in other assets	662,554	(1,393,057)	(9,332,196)
Decrease/ (increase) in derivative assets/liabilities	(21,710)	265,850	246,697
(Decrease)/ increase in deposits from customers	(22,520,886)	53,107,239	98,196,157
Increase/ (decrease) in other liabilities	(9,183,503)	7,932,948	11,435,146
Net change in interest receivable	(407,761)	(988,949)	(2,298,003)
Net change in interest payable	4,534,622	876,869	5,165,770
Income tax paid	-	-	(1,053,293)
<b>Net cash generated from operating activities</b>	<b>(115,846,572)</b>	<b>82,461,014</b>	<b>99,824,463</b>
<b>Cash flows from investing activities</b>			
Increase in investment securities (net)	(219,859,066)	(19,745,000)	(337,412,906)
Proceeds from sale of investment securities	242,362,941	31,118,140	339,465,961
Purchase of property, plant and equipment	(70,405)	(14,611)	(308,532)
Proceeds from sale of property, plant and equipment	-	-	-
Dividend on investment	36,421	44,847	60,879
<b>Net cash (used in)/ generated from investing activities</b>	<b>22,469,891</b>	<b>11,403,376</b>	<b>1,805,402</b>
<b>Cash flows from financing activities</b>			
Other borrowed funds	27,806,500	(40,753,358)	(115,753,358)
Repayment of lease liability	(82,087)	(295,194)	(340,113)
Dividend paid	-	-	(9,725,437)
<b>Net cash (used in)/generated from financing activities</b>	<b>27,724,413</b>	<b>(41,048,552)</b>	<b>(125,818,908)</b>
<b>Net (decrease)/ increase in cash and cash equivalents</b>	<b>(65,652,268)</b>	<b>52,815,838</b>	<b>(24,189,043)</b>
Cash and cash equivalents at beginning of period/year	154,659,586	178,848,629	178,848,629
<b>Cash and cash equivalents at end of period/year</b>	<b>89,007,318</b>	<b>231,664,467</b>	<b>154,659,586</b>