



STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2019

	Quarter ended 30 June 2019 USD Unaudited	Quarter ended 30 June 2018 USD Unaudited	Year ended 31 March 2019 USD Audited
ASSETS			
Cash and cash equivalents	114,605,144	302,578,476	93,304,042
Loans and advances to banks	70,641,227	19,878,472	42,299,888
Loans and advances to customers	476,796,391	435,967,354	476,294,433
Investment securities	238,149,673	201,935,198	258,319,143
Property, plant and equipment	7,585,153	7,970,767	7,685,687
Current tax assets	204,470	-	204,470
Deferred tax assets	1,366,706	3,575,961	1,503,706
Other assets	17,221,866	19,776,615	16,451,970
Total assets	926,570,630	991,682,843	896,063,339
LIABILITIES			
Deposits from customers	468,910,024	669,055,369	471,418,308
Other borrowed funds	292,063,681	175,546,666	265,106,186
Current tax liabilities	-	876,262	-
Retirement benefit obligation	3,464,446	2,912,948	3,373,612
Other liabilities	16,872,879	2,974,172	6,199,843
Total liabilities	781,311,030	851,365,417	746,097,949
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	20,641,639	20,686,191	26,552,746
Statutory and Other reserves	25,334,357	19,837,076	24,038,206
Actuarial losses reserve	(3,421,646)	(2,911,091)	(3,330,812)
Total equity	145,259,600	140,317,426	149,965,390
Total equity and liabilities	926,570,630	991,682,843	896,063,339

Approved and authorised for issue by the Board of Directors on 07 August 2019.

 **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 QUARTER ENDED 30 JUNE 2019

	Quarter ended 30 June 2019 USD Unaudited	Quarter ended 30 June 2018 USD Unaudited	Year ended 31 March 2019 USD Audited
Interest income	8,571,140	9,053,866	38,659,543
Interest expense	(3,705,892)	(3,419,977)	(14,474,354)
Net interest income	4,865,248	5,633,889	24,185,189
Net fee and commission Income	870,700	502,909	2,440,099
Net trading income	406,219	267,134	1,468,613
Other operating income	330,736	87,303	527,869
	736,955	354,437	1,996,482
Operating income	6,472,903	6,491,235	28,621,770
Net impairment loss on financial assets	(470,500)	(1,442,750)	(2,090,131)
Personnel expenses	(1,099,235)	(1,174,461)	(4,630,738)
Depreciation	(119,509)	(123,290)	(504,904)
Other expenses	(832,328)	(760,078)	(3,396,080)
Profit before income tax	3,951,331	2,990,656	17,999,917
Income tax expense	(137,000)	(375,000)	(2,300,000)
Profit for the period/ year	3,814,331	2,615,656	15,699,917
Other Comprehensive Income			
<i>Items that will not be reclassified to profit or loss</i>			
Remeasurement of defined benefit obligations, net of deferred tax	(90,834)	(31,445)	(451,166)
Fair value gains on investment securities	(4,785)	-	404,033
<i>Items that may be reclassified subsequently to profit or loss</i>			
Fair value gains/(loss) on investment securities	1,300,936	(6,478)	785,175
Other Comprehensive income/ (loss) for the period/ year	1,205,317	(37,923)	738,042
Total comprehensive income attributable to equity holders	5,019,648	2,577,733	16,437,959
Earnings per share	4.90	3.36	20.18

STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 30 JUNE 2019

	Quarter ended 30 June 2019 USD Unaudited	Quarter ended 30 June 2018 USD Unaudited	Year ended 31 March 2019 USD Audited
Cash flows from operating activities			
Profit for the period/year	3,814,331	2,615,656	15,699,917
Adjustments for:			
Depreciation	119,509	123,290	504,904
Profit on disposal of investments	(254,714)	-	(215,988)
Exchange rate difference	1,584,107	(276,139)	(479,845)
Profit on disposal of assets	-	-	(14,389)
Profit on disposal of non banking asset	-	-	(10,677)
Increase in provision for retirement benefit obligation	-	-	17,193
Impairment on financial assets - loans	470,500	1,442,750	2,090,131
Income tax expense	137,000	375,000	2,300,000
	5,870,733	4,280,557	19,891,246
Changes in operating assets and liabilities			
(Increase)/ decrease in loans and advances to banks	(28,431,165)	46,686,277	24,083,843
(Increase)/ decrease in loans and advances to customers	(1,615,631)	70,438,526	29,771,316
Decrease/(increase) in other assets	(769,896)	(672,970)	2,450,033
Decrease in deposits from customers	(2,967,829)	(112,420,263)	(309,723,385)
Increase/(decrease) in other liabilities	10,622,252	(1,111,118)	2,135,689
Net change in interest receivable	348,861	858,831	1,387,449
Net change in interest payable	94,256	(291,304)	(89,761)
Income tax paid	-	-	(865,113)
Net cash (used in)/generated from operating activities	(16,848,419)	7,768,536	(230,958,683)
Cash flows from investing activities			
Increase in investment securities (net)	(14,200,052)	(47,572,115)	(44,332,453)
Proceeds from sale of investment securities	34,771,199	77,222,505	19,370,000
Purchase of property, plant and equipment	(18,974)	(154,427)	(250,958)
Proceeds from sale of property, plant and equipment	-	-	14,389
Proceeds from sale of non banking asset	-	-	10,489
Net cash generated from/(used in) investing activities	20,552,173	29,495,963	(25,188,533)
Cash flows from financing activities			
Other borrowed funds	24,000,000	-	-
Dividend paid	(9,725,438)	-	(4,862,719)
Net cash generated from/(used in) financing activities	14,274,562	-	(4,862,719)
Net increase/ (decrease) in cash and cash equivalents	17,978,316	37,264,499	(261,009,935)
Cash and cash equivalents at beginning of period/year	(20,695,958)	240,313,977	240,313,977
Cash and cash equivalents at end of period/year	(2,717,641)	277,578,476	(20,695,958)

STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 30 JUNE 2019

	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 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	-	-	-	-	-	-	(9,152,823)	(9,152,823)
Adjusted Opening Balance on initial application of IFRS 9	48,627,188	54,078,062	21,674,356	603,175	(2,433,978)	(2,879,646)	33,027,023	152,696,180
Additional specific provision on loans and advances	-	-	-	-	-	-	(14,956,487)	(14,956,487)
Profit for the period	-	-	-	-	-	-	2,615,656	2,615,656
Other Comprehensive loss for the period	-	-	-	-	(6,478)	(31,445)	-	(37,923)
Balance at 30 June 2018 (unaudited)	48,627,188	54,078,062	21,674,356	603,175	(2,440,456)	(2,911,091)	20,686,192	140,317,426
Balance at 1 April 2019	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/ (loss) 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 (audited)	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 period	-	-	-	-	-	-	3,814,331	3,814,331
Other Comprehensive Income/ (loss) for the period	-	-	-	-	1,296,151	(90,834)	-	1,205,317
Dividend paid	-	-	-	-	-	-	(9,725,438)	(9,725,438)
Balance at 30 June 2019 (unaudited)	48,627,188	54,078,062	24,029,344	603,175	701,838	(3,421,646)	20,641,639	145,259,600

STATEMENT OF FINANCIAL STATEMENT FOR THE QUARTER ENDED 30 JUNE 2019

Prospects
The Global economy has slowed down during Q1 of current financial year compelling downward revision of world growth estimates to 2.6% for current FY by World Bank. Similar scenario witnessed in domestic front where the Q1 GDP growth slowed down to 3.3% as against 4.1% in previous quarter. Despite of that the bank has continued to withstand and delivered satisfactorily during the reporting quarter. Looking forward, the Bank is expected to face challenges on account of ongoing economic difficulties across the globe. However, SBI (Mauritius) Ltd expects to maintain the growth prospects by pursuing its strategy to book quality assets, to expand the revenue base and to keep costs under control.

Results
After a relatively successful year where the bank made a profit of USD 15.70 Mio, it ended its 1st quarter of the current financial year with a profit of USD 3.81 Mio compared to last year same quarter of USD 2.62 Mio, representing a growth of 45.42%. Both Return on Average Equity (ROAE) and Return on Average Assets (ROAA) have gone up owing to increase in Net Profit. The ROAE and the ROAA stood at 10.35 percent and 1.63 percent respectively, as on 30th June 2019 as compared to 6.60 percent and 1.03 percent, as on 30th June 2018.

As at end of June 2019, the bank's total assets stood at USD 926.57 Mio with a total loans and advances portfolio of USD 547.44 Mio. The bank is pursuing a deliberate strategy to review its deposit base to shed away high cost term deposits, explaining the drop of 0.53% from USD 471.42 Mio as at 31st March 2019 to USD 468.91 Mio as at 30th June 2019.

The investment book has declined to USD 238.15 Mio as on 30th June 2019 as compared to USD 258.32 Mio as on 31st March 2019. The investment book is being managed to meet the HQLA needs for LCR purposes as well as targeting yield income.

On the assets side, the Bank successfully grew its loan book during the 1st quarter of the current FY by USD 28.85 Mio with overall loan level of USD 547.44 Mio against USD 518.59 Mio as on 31st March 2019. The bank has adopted a cautious approach for building up loan portfolio and is looking for long-to-medium terms and quality assets.

The Gross and Net NPA level has gone further down to USD 30.94 Mio and USD 15.51 Mio as on Jun'19 against USD 31.70 Mio and USD 16.12 Mio, respectively, as on 31st March 2019 and steps are being taken to bring the levels further down through resolution.

Capital Adequacy Ratio as at end of June'19 stood at 24.53%, comfortably above the regulatory stipulation of 11.875%.

By order of the Board
A.B. Mosaheb
Company Secretary

Date: 07 August 2019

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


REVIEW REPORT ON CONDENSED INTERIM FINANCIAL INFORMATION FOR THE QUARTER ENDED 30 JUNE 2019

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

Introduction
We have reviewed the accompanying condensed interim financial information which comprise the statement of financial position of the Bank as at 30 June 2019 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 then ended. The Board of Directors and management of the Bank are responsible for the preparation and presentation of this condensed interim financial information in accordance with the Bank of Mauritius Guideline on Public Disclosure of Information and International Accounting Standard (IAS) 34- Interim Financial Reporting. Our responsibility is to express a conclusion on this condensed 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 condensed interim financial information is not prepared, in all material respects, in accordance with the Bank of Mauritius Guideline on Public Disclosure of Information and IAS 34- Interim Financial Reporting.


Date: 07 August 2019