

SBM BANK (MAURITIUS) LTD

SBM Bank (Mauritius) Ltd ('the Bank') is pleased to present its abridged interim unaudited condensed financial statements for the quarter ended 31 March 2025.

The interim unaudited condensed financial statements have been prepared in accordance with the Bank of Mauritius Guideline on Public Disclosure of Information and IAS 34 - Interim Financial Reporting and based on the accounting policies adopted in the audited financial statements for the year ended 31 December 2024, except for the adoption of all the new standards and interpretations which are effective as from 01 January 2025.

Operating Results

The Bank achieved a higher net profit after tax of MUR 1,376.3 million for the quarter ended 31 March 2025 (Q1 2025) compared to MUR 1,313.6 million for the quarter ended 31 March 2024 (Q1 2024). This improved performance is mainly attributable to higher net interest income and higher non-interest income for the current quarter compared to Q1 2024.

Net interest income grew by MUR 113.8 million and stood at MUR 2,346.2 million for Q1 2025 compared to MUR 2,232.4 million for Q1 2024. Interest income from loans and advances to non-bank customers recorded an increase of MUR 105.9 million, while interest income from investment securities went up by MUR 162.8 million. Interest expense increased to MUR 1,602.4 million compared to MUR 1,288.8 million for Q1 2024.

Non-interest income also increased during the quarter under review and stood at MUR 693.2 million for Q1 2025, higher by MUR 52.9 million compared to Q1 2024. The main contributors to this increase are net gains from financial assets at FVTPL and net fee and commission income. Net gains from financial assets at FVTPL increased by MUR 44.5 million, from a loss of MUR 23.4 million for Q1 2024 to a gain of MUR 21.1 million for Q1 2025 while net fee and commission income increased by MUR 11.1 million from MUR 366.8 million for Q1 2024 to MUR 377.9 million for Q1 2025. The Bank recorded a higher operating income of MUR 3,039.4 million for Q1 2025, against MUR 2,872.7 million for Q1 2024.

On the non-interest expense side, an overall increase of MUR 134.1 million was noted, from MUR 1,230.4 million for Q1 2024 to MUR 1,364.5 million for Q1 2025. The Bank continues to invest in its human capital, with personnel expenses standing at MUR 656.7 million for Q1 2025, representing an increase of MUR 24.0 million compared to Q1 2024. On the other hand, impairment charges recorded an increase of MUR 26.6 million or 49.3% and amounted to MUR 80.6 million for Q1 2025 compared to MUR 54.0 million for Q1 2024.

The Bank's total assets stood at MUR 323.4 billion as at 31 March 2025, from MUR 336.7 billion as at 31 December 2024. A drop of MUR 13.3 billion is noted, mainly caused by a decrease in cash and cash equivalents and net loans and advances to customers. Cash and cash equivalents decreased by MUR 17.9 billion to reach MUR 15.8 billion as at 31 March 2025 against 31 December 2024. Net loans and advances to non-bank customers decreased by MUR 3.2 billion to stand at MUR 126.7 billion as at 31 March 2025. The gross impaired ratio stood at 5.6% as at 31 March 2025 compared to 5.5% as at 31 December 2024. The significant positive contributor to total assets was investment securities which increased by MUR 8.8 billion to reach MUR 149.4 billion as at 31 March 2025 compared to 31 December 2024. Total deposits stood at MUR 282.2 billion as at 31 March 2025 compared to MUR 297.3 billion as at 31 December 2024.

Capital

The Bank comfortably met the regulatory capital requirements for Domestic-Systemically Important Banks. Shareholder's equity increased to MUR 30.8 billion as at 31 March 2025 compared to MUR 29.5 billion as at 31 December 2024. With a Tier 1 capital of MUR 24.9 billion, the Tier 1 capital to risk weighted assets

ratio moved to 17.3%, while the Capital Adequacy Ratio (CAR) stood at 19.0%. Return on average equity for Q1 2025 stood at 18.5% compared to 21.1% for FY 2024.

Outlook

The environment in which the Bank operates remains challenging in the wake of global headwinds, subsequent to escalating trade tensions and high levels of policy uncertainty. Whereas this context warrants attention, the Government has announced its intentions to improve the country's macroeconomic fundamentals, while tackling structural constraints to growth and pursuing fiscal consolidation.

By Order of the Board

07 May 2025

SBM BANK (MAURITIUS) LTD
INTERIM UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2025

	Unaudited 31 March 2025	Unaudited 31 March 2024	Audited 31 December 2024
	MUR' 000	MUR' 000	MUR' 000
ASSETS			
Cash and cash equivalents	15,846,653	15,473,819	33,788,907
Mandatory balances with central bank	15,611,663	14,976,462	17,070,164
Loans to and placements with banks	8,312,121	2,792,965	7,595,289
Derivative financial instruments	385,061	548,856	480,219
Loans and advances to non-bank customers	126,732,533	111,822,501	129,907,656
Investment securities	149,424,010	130,993,227	140,607,868
Property and equipment	4,356,676	3,429,615	4,424,918
Right-of-use assets	159,680	157,711	173,342
Intangible assets	1,113,798	1,535,769	1,254,847
Deferred tax assets	459,604	588,263	448,134
Other assets	1,028,822	953,109	984,817
Total assets	323,430,621	283,272,297	336,736,161
LIABILITIES			
Deposits from banks	1,589,567	1,988,221	2,106,029
Deposits from non-bank customers	280,569,636	243,985,155	295,178,634
Other borrowed funds	477,022	1,636,768	511,088
Derivative financial instruments	498,183	533,941	437,028
Lease liability	171,650	171,830	183,519
Current tax liabilities	1,221,676	670,882	992,214
Pension liabilities	704,206	438,084	693,609
Other liabilities	7,406,700	7,954,788	7,119,189
Total liabilities	292,638,640	257,379,669	307,221,310
SHAREHOLDER'S EQUITY			
Stated capital	400,000	400,000	400,000
Capital contribution	13,054,011	13,054,011	13,054,011
Retained earnings	14,319,943	11,249,355	12,945,766
Other reserves	3,018,027	1,189,262	3,115,074
Total equity	30,791,981	25,892,628	29,514,851
Total liabilities and equity	323,430,621	283,272,297	336,736,161

Approved by the Board of Directors and authorised for issue on 07 May 2025.

Rita Persand Gujadhur
Officer in Charge

Imalambaal Kichenin
Chairperson, Audit Committee

Ranapartab Tacouri, GCSK
Chairman, Board

The financial information has been extracted from the interim unaudited condensed financial statements for the quarter ended 31 March 2025.

SBM BANK (MAURITIUS) LTD
INTERIM UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS FOR THE QUARTER ENDED 31 MARCH 2025

	Unaudited Quarter ended 31 March 2025	Unaudited Quarter ended 31 March 2024	Audited Year ended 31 December 2024
Continuing Operations	MUR' 000	MUR' 000	MUR' 000
Interest income using the effective interest method	3,873,692	3,426,768	14,706,127
Other interest income	74,975	94,425	311,892
Interest expense using the effective interest method	(1,576,702)	(1,252,535)	(5,477,657)
Other interest expense	(25,738)	(36,242)	(131,378)
Net interest income	2,346,227	2,232,416	9,408,984
Fee and commission income	403,390	388,172	1,665,505
Fee and commission expense	(25,451)	(21,396)	(84,509)
Net fee and commission income	377,939	366,776	1,580,996
Other income			
Net trading income	284,406	301,941	1,804,561
Net gains / (losses) from financial assets at FVTPL	21,060	(23,408)	(7,220)
Net losses on derecognition of financial assets measured at amortised cost	-	(11,443)	(11,443)
Net gains on derecognition of financial assets measured at FVTOCI	2,486	174	51,566
Other operating income	7,259	6,252	27,653
	315,211	273,516	1,865,117
Non-interest income	693,150	640,292	3,446,113
Operating income	3,039,377	2,872,708	12,855,097
Personnel expenses	(656,686)	(632,691)	(2,659,103)
Depreciation of property and equipment	(71,009)	(55,334)	(242,738)
Depreciation of right-of-use assets	(16,533)	(22,445)	(67,529)
Amortisation of intangible assets	(157,409)	(124,701)	(561,293)
Other expenses	(462,900)	(395,210)	(2,009,259)
Non-interest expense	(1,364,537)	(1,230,381)	(5,539,922)
Profit before credit loss expense	1,674,840	1,642,327	7,315,175
Credit loss movement on financial assets and memorandum items	(80,550)	(53,956)	(116,245)
Profit before income tax	1,594,290	1,588,371	7,198,930
Tax expense	(217,993)	(274,765)	(1,364,221)
Profit for the quarter / year	1,376,297	1,313,606	5,834,709

The financial information has been extracted from the interim unaudited condensed financial statements for the quarter ended 31 March 2025.

SBM BANK (MAURITIUS) LTD
INTERIM UNAUDITED CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2025

	Unaudited Quarter ended 31 March 2025	Unaudited Quarter ended 31 March 2024	Audited Year ended 31 December 2024
	MUR' 000	MUR' 000	MUR' 000
Profit for the quarter / year	1,376,297	1,313,606	5,834,709
Other comprehensive income :			
<i>Items that will not be reclassified to profit or loss:</i>			
Increase in revaluation of property	-	-	779,502
Deferred tax on revaluation of property	-	-	(94,290)
Remeasurement of defined benefit pension plan	-	-	(245,660)
Deferred tax on remeasurement of defined benefit pension plan	-	-	34,392
Fair value gains on equity instruments measured at FVTOCI	-	-	384
	-	-	474,328
<i>Items that may be reclassified subsequently to profit or loss:</i>			
<u>Debt securities measured at FVTOCI</u>			
Movement in fair value during the quarter / year	(99,659)	(105,350)	158,536
Fair value gains reclassified to profit or loss on disposals	(2,486)	(174)	(51,566)
Credit loss movement relating to debt instruments held at FVTOCI	2,978	(43,425)	(129,127)
	(99,167)	(148,949)	(22,157)
Total other comprehensive (loss) / income	(99,167)	(148,949)	452,171
Total comprehensive income for the quarter / year	1,277,130	1,164,657	6,286,880

The financial information has been extracted from the interim unaudited condensed financial statements for the quarter ended 31 March 2025.

SBM BANK (MAURITIUS) LTD
INTERIM UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 31 MARCH 2025

	Stated capital	Capital contribution	Retained earnings	Provision reserve	Statutory reserve	Fair value reserve	Property Revaluation reserve	Total equity
	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000
At 01 January 2024	400,000	13,054,011	10,923,822	-	400,000	(139,863)	1,090,001	25,727,971
Profit for the quarter	-	-	1,313,606	-	-	-	-	1,313,606
Other comprehensive loss for the quarter	-	-	-	-	-	(148,949)	-	(148,949)
Total comprehensive income / (loss) for the quarter	-	-	1,313,606	-	-	(148,949)	-	1,164,657
Revaluation surplus realised on depreciation	-	-	11,927	-	-	-	(11,927)	-
Cash dividend	-	-	(1,000,000)	-	-	-	-	(1,000,000)
At 31 March 2024	400,000	13,054,011	11,249,355	-	400,000	(288,812)	1,078,074	25,892,628
At 01 January 2024	400,000	13,054,011	10,923,822	-	400,000	(139,863)	1,090,001	25,727,971
Profit for the year	-	-	5,834,709	-	-	-	-	5,834,709
Other comprehensive (loss) / income for the year	-	-	(211,268)	-	-	(21,773)	685,212	452,171
Total comprehensive income / (loss) for the year	-	-	5,623,441	-	-	(21,773)	685,212	6,286,880
Transfer to provision reserve during the year	-	-	(1,153,919)	1,153,919	-	-	-	-
Revaluation surplus realised on depreciation	-	-	52,422	-	-	-	(52,422)	-
Cash dividend	-	-	(2,500,000)	-	-	-	-	(2,500,000)
At 31 December 2024	400,000	13,054,011	12,945,766	1,153,919	400,000	(161,636)	1,722,791	29,514,851
At 01 January 2025	400,000	13,054,011	12,945,766	1,153,919	400,000	(161,636)	1,722,791	29,514,851
Profit for the quarter	-	-	1,376,297	-	-	-	-	1,376,297
Other comprehensive loss for the quarter	-	-	-	-	-	(99,167)	-	(99,167)
Total comprehensive income / (loss) for the quarter	-	-	1,376,297	-	-	(99,167)	-	1,277,130
Transfer to provision reserve during the quarter	-	-	(20,955)	20,955	-	-	-	-
Revaluation surplus realised on depreciation	-	-	18,835	-	-	-	(18,835)	-
At 31 March 2025	400,000	13,054,011	14,319,943	1,174,874	400,000	(260,803)	1,703,956	30,791,981

The financial information has been extracted from the interim unaudited condensed financial statements for the quarter ended 31 March 2025.

SBM BANK (MAURITIUS) LTD
INTERIM UNAUDITED CONDENSED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED 31 MARCH 2025

	Unaudited Quarter ended 31 March 2025	Unaudited Quarter ended 31 March 2024	Audited Year ended 31 December 2024
	MUR' 000	MUR' 000	MUR' 000
Net cash (used in) / generated from operating activities	(17,901,666)	748,853	22,390,883
Net cash used in financing activities	(34,065)	(4,017,232)	(6,724,030)
Net cash used in investing activities	(19,127)	(81,870)	(697,919)
Net change in cash and cash equivalents	(17,954,858)	(3,350,249)	14,968,934
Expected credit loss on cash and cash equivalents	12,604	(12,831)	(16,926)
Cash and cash equivalents at start of quarter / year	33,788,907	18,836,899	18,836,899
Cash and cash equivalents at end of quarter / year	15,846,653	15,473,819	33,788,907

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