SBM BANK (MAURITIUS) LTD

SBM Bank (Mauritius) Ltd ('the Bank') is pleased to present its abridged condensed interim financial information for the six months ended 30 June 2026.

The condensed interim financial information has 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 2025, except for the adoption of all the new standards and interpretations which are effective as from 01 January 2026.

Operating Results

The Bank achieved a net profit after tax of MUR 2,747.3 million for the six months ended 30 June 2026 (HY 2026) compared to MUR 3,060.2 million for the six months ended 2025 (HY 2025). The drop in performance was primarily driven by an increase in expected credit loss expense and income tax expense partially offset by an improvement in operating income.

The Bank recorded an operating income of MUR 7,200.7 million for HY 2026, against MUR 6,245.4 million for HY 2025 driven by growth in both net interest income and non-interest income. Net interest income grew by MUR 880.3 million from MUR 4,650.0 million for HY 2025 to MUR 5,530.3 million for HY 2026. The positive contributors to interest income are from interest income on loans and advances to non-bank customers which recorded an increase of MUR 892.0 million and interest income from loans to and placements with banks which increased by MUR 128.6 million. Interest income from investment securities decreased by MUR 339.2 million, from MUR 2,765.1 million for HY 2025 to MUR 2,425.9 million for HY 2026. Interest expense decreased from MUR 3,231.0 million for HY 2025 compared to MUR 2,962.2 million for HY 2026.

Non-interest income also increased for the period under review and stood at MUR 1,670.4 million for HY 2026, higher by MUR 75.0 million compared to HY 2025. The key driver of this increase is the growth of MUR 133.5 million in net trading income. This gain has been partly offset by a net loss on derecognition of financial assets measured at fair value through other comprehensive income of MUR 14.0 million posted for this period as opposed to a net gain of MUR 13.2 million for HY 2025 and also a decrease of MUR 13.1 million in the net gains from financial assets at fair value through profit and loss. Net fee and commission income also witnessed a decrease of MUR 26.0 million compared to HY 2025.

On the non-interest expense side, an overall increase of MUR 35.9 million was noted for HY 2026, from MUR 2,862.6 million for HY 2025 to MUR 2,898.5 million for HY 2026. Personnel expenses increased by MUR 76.3 million from MUR 1,348.9 million for HY 2025 to MUR 1,425.2 million for HY 2026. The current period's credit loss expense was higher at MUR 512.7 million compared to credit loss reversal of MUR 180.2 million for HY 2025. Income tax expense also increased by MUR 539.3 million to reach MUR 1,042.2 million for HY 2026 following the introduction of the fair share contribution and a change in the computation of special levy compared to the same period of last year.

The Bank's total assets grew to MUR 355.8 billion as at 30 June 2026 from MUR 322.2 billion as at 31 December 2025. This growth is mainly in cash and cash equivalents which increased by MUR 18.0 billion to reach MUR 54.9 billion as at 30 June 2026. Net loans and advances also increased by MUR 3.7% to reach MUR 145.1 billion as at 30 June 2026 and investment securities reached MUR 132.5 billion as at 30 June 2026 against MUR 122.4 billion as at 31 December 2025. The gross impaired ratio increased from 7.5% as at 31 December 2025 to 7.7% as at 30 June 2026. Total deposits stood at MUR 291.1 billion as at 30 June 2026 compared to MUR 276.9 billion as at 31 December 2025.

Capital

The Bank comfortably met the regulatory capital requirements for Domestic-Systemically Important Banks. Shareholder's equity stood at MUR 32.5 billion as at 30 June 2026 compared to MUR 31.7 billion as at 31 December 2025. With a Tier 1 capital of MUR 28.0 billion, the Tier 1 capital to risk weighted assets ratio stood at 16.8%, while the Capital Adequacy Ratio (CAR) stood at 18.3%. Return on average equity for HY 2026 stood at 17.2% compared to 12.1% for FY 2025.

Outlook

The global economy continues to be impacted by the war in the Middle East, with the short-term outlook remaining dim. While this challenging and uncertain external environment is impacting the country, the Mauritian economy has upheld its overall resilience.

By Order of the Board

11 August 2026

Copies of the abridged condensed interim financial information can be obtained, free of charge, upon request to the Company Secretary at the registered office of the Bank, 1, Queen Elizabeth II Avenue, Port-Louis.

SBM BANK (MAURITIUS) LTD

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2026

	Unaudited 30 June 2026	Audited 31 December 2025
	MUR' 000	MUR' 000
ASSETS		
Cash and cash equivalents	**54,878,952**	36,911,350
Loans to and placements with banks	**14,261,859**	14,038,281
Derivative financial instruments	**708,047**	542,532
Loans and advances to non-bank customers	**145,123,517**	139,919,629
Investment securities	**132,512,862**	122,426,069
Property and equipment	**3,981,503**	4,124,378
Right-of-use assets	**103,893**	124,391
Intangible assets	**469,200**	743,515
Deferred tax assets	**1,748,583**	1,454,516
Other assets	**2,005,008**	1,881,639
Total assets	**355,793,424**	322,166,300
LIABILITIES		
Deposits from banks	**2,130,178**	2,357,672
Deposits from non-bank customers	**291,078,878**	276,913,867
Other borrowed funds	**15,523,348**	3,734,558
Derivative financial instruments	**665,694**	515,506
Lease liabilities	**111,620**	135,269
Current tax liabilities	**1,137,105**	1,159,338
Pension liabilities	**511,423**	487,153
Other liabilities	**12,101,060**	5,118,610
Total liabilities	**323,259,306**	290,421,973
SHAREHOLDER'S EQUITY		
Stated capital	**400,000**	400,000
Capital contribution	**13,054,011**	13,054,011
Retained earnings	**16,034,145**	15,022,219
Other reserves	**3,045,962**	3,268,097
Total equity	**32,534,118**	31,744,327
Total liabilities and equity	**355,793,424**	322,166,300

Approved by the Board of Directors and authorised for issue on 11 August 2026.

Louis Gervais Franco Gua	**Sachin Kumar Sumputh**	**Rundheersing Bheenick, (G.O.S.K)**
Officer in Charge	**Chairman, Audit Committee**	**Chairman, Board**

The financial information has been extracted from the condensed interim financial information for the period ended 30 June 2026.

SBM BANK (MAURITIUS) LTD
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED 30 JUNE 2026

	Unaudited Quarter ended 30 June 2026	Unaudited Quarter ended 30 June 2025	**Unaudited Six months ended 30 June 2026**	Unaudited Six months ended 30 June 2025
	MUR' 000	MUR' 000	**MUR' 000**	MUR' 000
Interest income using the effective interest method	**4,415,489**	3,834,741	**8,341,808**	7,708,433
Other interest income	**58,824**	97,524	**150,657**	172,499
Interest expense using the effective interest method	**(1,497,696)**	(1,606,151)	**(2,927,963)**	(3,182,853)
Other interest expense	**(14,849)**	(22,371)	**(34,208)**	(48,109)
Net interest income	**2,961,768**	2,303,743	**5,530,294**	4,649,970
Fee and commission income	**396,894**	411,435	**793,663**	814,825
Fee and commission expense	**(21,118)**	(19,819)	**(50,123)**	(45,270)
Net fee and commission income	**375,776**	391,616	**743,540**	769,555
Other income				
Net trading income	**408,646**	480,213	**898,166**	764,619
Net gains from financial assets at FVTPL	**10,497**	15,823	**23,824**	36,883
Net gains/ (losses) on derecognition of financial assets measured at FVTOCI	**-**	10,708	**(14,052)**	13,194
Other operating income	**10,093**	3,907	**18,945**	11,166
	429,236	510,651	**926,883**	825,862
Non-interest income	**805,012**	902,267	**1,670,423**	1,595,417
Operating income	**3,766,780**	3,206,010	**7,200,717**	6,245,387
Personnel expenses	**(691,833)**	(692,178)	**(1,425,180)**	(1,348,864)
Depreciation of property and equipment	**(83,979)**	(70,587)	**(166,213)**	(141,596)
Depreciation of right-of-use assets	**(12,897)**	(16,512)	**(26,513)**	(33,045)
Amortisation of intangible assets	**(165,449)**	(159,091)	**(331,444)**	(316,500)
Other expenses	**(508,548)**	(559,658)	**(949,144)**	(1,022,558)
Non-interest expense	**(1,462,706)**	(1,498,026)	**(2,898,494)**	(2,862,563)
Profit before credit loss expense and income tax	**2,304,074**	1,707,984	**4,302,223**	3,382,824
Credit loss movement on financial assets and memorandum items	**(408,432)**	260,773	**(512,714)**	180,223
Profit before income tax	**1,895,642**	1,968,757	**3,789,509**	3,563,047
Income tax expense	**(628,674)**	(234,047)	**(1,042,201)**	(502,885)
Profit for the period	**1,266,968**	1,734,710	**2,747,308**	3,060,162

The financial information has been extracted from the condensed interim financial information for the period ended 30 June 2026.

SBM BANK (MAURITIUS) LTD

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2026

	Unaudited Quarter ended 30 June 2026	Unaudited Quarter ended 30 June 2025	**Unaudited Six months ended 30 June 2026**	Unaudited Six months ended 30 June 2025
	MUR' 000	MUR' 000	**MUR' 000**	MUR' 000
Profit for the period	**1,266,968**	1,734,710	**2,747,308**	3,060,162
Other comprehensive income :				
Items that will not be reclassified to profit or loss:				
Deferred tax arising following change in rate:				
- Revaluation of property	**-**	-	**(14,654)**	-
- Defined benefit pension plans	**-**	-	**523**	-
Fair value gains on equity instruments measured at FVTOCI	**1,612**	1,918	**1,612**	1,918
	1,612	1,918	**(12,519)**	1,918
Items that may be reclassified subsequently to profit or loss:				
Debt securities measured at FVTOCI				
Movement in fair value during the period	**(123,970)**	216,126	**(43,305)**	116,467
Fair value movement reclassified to profit or loss on disposals	**-**	(10,708)	**14,052**	(13,194)
Credit loss movement relating to debt instruments held at FVTOCI	**(13,344)**	(269)	**(115,745)**	2,709
	(137,314)	205,149	**(144,998)**	105,982
Total other comprehensive (loss)/ income	**(135,702)**	207,067	**(157,517)**	107,900
Total comprehensive income for the period	**1,131,266**	1,941,777	**2,589,791**	3,168,062

The financial information has been extracted from the condensed interim financial information for the period ended 30 June 2026.

SBM BANK (MAURITIUS) LTD
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2026

	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 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 period	-	-	3,060,162	-	-	-	-	3,060,162
Other comprehensive income for the period	-	-	-	-	-	107,900	-	107,900
Total comprehensive income for the period	-	-	3,060,162	-	-	107,900	-	3,168,062
Transfer to provision reserve	-	-	(32,504)	32,504	-	-	-	-
Revaluation surplus realised on depreciation	-	-	37,670	-	-	-	(37,670)	-
Transaction with the Owner of the Bank								
Dividends proposed and paid	-	-	(2,500,000)	-	-	-	-	(2,500,000)
At 30 June 2025	400,000	13,054,011	13,511,094	1,186,423	400,000	(53,736)	1,685,121	30,182,913
At 01 January 2026	**400,000**	**13,054,011**	**15,022,219**	**652,543**	**400,000**	**706,665**	**1,508,889**	**31,744,327**
Profit for the period	**-**	**-**	**2,747,308**	**-**	**-**	**-**	**-**	**2,747,308**
Other comprehensive income/ (loss) for the period	**-**	**-**	**523**	**-**	**-**	**(143,386)**	**(14,654)**	**(157,517)**
Total comprehensive income / (loss) for the period	**-**	**-**	**2,747,831**	**-**	**-**	**(143,386)**	**(14,654)**	**2,589,791**
Transfer to provision reserve	**-**	**-**	**28,177**	**(28,177)**	**-**	**-**	**-**	**-**
Revaluation surplus realised on depreciation	**-**	**-**	**35,918**	**-**	**-**	**-**	**(35,918)**	**-**
Transaction with the Owner of the Bank								
Dividends proposed	**-**	**-**	**(1,800,000)**	**-**	**-**	**-**	**-**	**(1,800,000)**
At 30 June 2026	**400,000**	**13,054,011**	**16,034,145**	**624,366**	**400,000**	**563,279**	**1,458,317**	**32,534,118**

The financial information has been extracted from the condensed interim financial information for the period ended 30 June 2026.

SBM BANK (MAURITIUS) LTD

CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2026

	Unaudited Six months ended 30 June 2026	Unaudited Six months ended 30 June 2025
	MUR' 000	MUR' 000
Operating activities		
Profit for the period	**2,747,308**	3,060,162
Adjustments to determine net cash flows:		
Depreciation of property and equipment	**166,213**	141,596
Depreciation of right-of-use assets	**26,513**	33,045
Amortisation of intangible assets	**331,444**	316,500
Pension expense	**48,000**	48,000
Credit loss movement on financial assets and memorandum items	**517,839**	(180,223)
Net exchange differences	**91,210**	(41,593)
Net gains on termination of finance lease / disposal of property and equipment	**(2,485)**	(593)
Income tax expense	**1,042,201**	502,885
Interest income	**(8,492,465)**	(7,880,932)
Interest expense	**2,962,171**	3,230,962
Operating loss before working capital changes	**(562,051)**	(770,191)
Change in operating assets and liabilities		
Net change in derivative financial assets	**(167,674)**	26,437
Net change in loans to and placements with banks	**(284,648)**	(1,707,596)
Net change in loans and advances to non-bank customers	**(4,172,789)**	(3,509,203)
Net change in investment securities	**(9,597,708)**	(2,168,713)
Net change in other assets	**(124,066)**	(1,255,064)
Net change in deposits from banks	**(241,789)**	818,383
Net change in deposits from non-bank customers	**12,430,749**	12,988,013
Net change in derivative financial liabilities	**153,696**	229,059
Net change in pension liabilities	**(23,730)**	(38,645)
Net change in other liabilities	**7,154,904**	162,748
Cash generated from operating activities	**4,564,894**	4,775,228
Income tax paid	**(1,372,632)**	(950,888)
Interest received	**7,771,318**	7,626,869
Interest paid	**(2,945,892)**	(2,958,851)
Net cash generated from operating activities	**8,017,688**	8,492,358
Investing activities		
Acquisition of property and equipment	**(23,338)**	(37,232)
Acquisition of intangible assets	**(57,129)**	(108,560)
Proceeds on disposal of property and equipment	**-**	1,464
Net cash used in investing activities	**(80,467)**	(144,328)
Financing activities		
Repayment of principal portion of lease liabilities	**(27,181)**	(29,258)
Proceeds of other borrowed funds	**26,122,177**	60,110,863
Repayment of other borrowed funds	**(14,521,444)**	(60,170,651)
Dividend paid on ordinary shares	**(1,800,000)**	(2,500,000)
Net cash generated from/(used in) financing activities	**9,773,552**	(2,589,046)
Net change in cash and cash equivalents	**17,710,773**	5,758,984
Expected credit loss on cash and cash equivalents	**3,695**	(11,238)
Net foreign exchange difference	**253,134**	(768,858)
Cash and cash equivalents at start of period	**36,911,350**	50,859,071
Cash and cash equivalents at end of period	**54,878,952**	55,837,959

The financial information has been extracted from the condensed interim financial information for the period ended 30 June 2026.