

**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION***As at 31 March 2025*

	Unaudited Mar-25 Rs 000	Unaudited Mar-24 Rs 000	Audited Dec-24 Rs 000
ASSETS			
Cash and cash equivalents	7,754,134	7,184,840	8,452,253
Loans and advances to banks	6,505,902	4,866,576	5,472,429
Loans and advances to customers	15,558,060	13,686,434	15,951,506
Investment securities	3,606,347	3,132,582	3,165,440
Property and equipment	23,233	30,454	25,120
Intangible assets	48,825	50,320	50,727
Deferred tax assets	64,013	68,581	69,864
Other assets	2,247,911	1,752,945	1,683,892
Total assets	35,808,425	30,772,732	34,871,231
LIABILITIES			
Deposits from banks	7,048,845	4,922,141	7,177,100
Deposits from customers	18,317,501	14,958,760	18,067,007
Borrowed funds	3,464,437	4,969,739	3,577,978
Subordinated liability	923,909	900,586	932,305
Derivatives financial Instruments	-	-	177
Current tax liabilities	31,549	23,927	22,882
Provisions	78,878	101,162	74,949
Other liabilities	2,682,357	2,135,543	1,861,359
Total liabilities	32,547,476	28,011,858	31,713,757
Equity			
Share capital	2,398,825	2,398,825	2,398,825
Retained earnings	562,876	198,589	470,245
Reserves	299,248	163,460	288,404
Total equity	3,260,949	2,760,874	3,157,474
Total liabilities and equity	35,808,425	30,772,732	34,871,231

These financial statements have been approved by the Board of Directors on 07th May 2025.

Sangeetha RAMKELAWON
Chief Executive Officer

Othmane TAJEDDINE
Chairperson, Board of Directors

Mathieu MANDENG
Chairperson, Audit Committee

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the three months ended 31 March 2025

	Unaudited Three months ended Mar-25 Rs 000	Unaudited Three months ended Mar-24 Rs 000	Audited Year ended Dec-24 Rs 000
Interest income	426,075	418,634	1,841,603
Interest expense	(218,801)	(240,538)	(997,446)
Net interest income	207,274	178,096	844,157
Fee and commission income	24,356	28,869	118,737
Fee and commission expense	(4,966)	(6,107)	(21,962)
Net fee and commission income	19,390	22,762	96,775
Net trading income	16,347	20,112	91,491
Net gain/(loss) from financial derivatives at fair value through profit or loss	177	(2,810)	569
Other revenue	-	-	825
	35,914	40,064	189,660
Revenue	243,188	218,160	1,033,817
Personnel expenses	(75,776)	(64,218)	(290,617)
Operating lease expenses	(7,637)	(1,508)	(5,282)
Depreciation and amortisation	(4,418)	(8,346)	(33,455)
Other expenses	(40,504)	(42,189)	(171,218)
	(128,335)	(116,261)	(500,572)
Operating profit	114,853	101,899	533,245
Reversal of/(allowance for) credit impairment on financial assets	3,134	(54,595)	(82,205)
	117,987	47,304	451,040
Profit before tax	117,987	47,304	451,040
Taxation charge	(14,517)	(2,299)	(17,514)
Profit after tax for the period	103,470	45,005	433,526
Other comprehensive income, net of tax:			
<i>Items that may be reclassified to profit or loss</i>			
Net change in fair value of financial assets held at fair value through other comprehensive income	5	5,226	12,398
<i>Items that will not be reclassified to profit or loss</i>			
Remeasurement of retirement benefit obligations	-	-	907
Other comprehensive income for the period	5	5,226	13,305
Total comprehensive income for the period	103,475	50,231	446,831

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

As at 31 March 2025

	Share Capital Rs 000	Statutory Reserve Rs 000	General Banking Reserve Rs 000	Fair Value Reserve Rs 000	Retained Earnings Rs 000	Total Rs 000
Balance at 01 January 2024	2,398,825	170,006	-	(11,772)	153,584	2,710,643
Total comprehensive income						
Profit for the year	-	-	-	-	433,526	433,526
Other comprehensive income	-	-	-	12,398	907	13,305
Transfer to statutory reserve	-	40,470	-	-	(40,470)	-
Transfer to general banking reserve on performing exposures	-	-	68,243	-	(68,243)	-
Transfer to general banking reserve on non-performing exposures	-	-	9,059	-	(9,059)	-
Total comprehensive income	-	40,470	77,302	12,398	316,661	446,831
Balance at 31 December 2024	2,398,825	210,476	77,302	626	470,245	3,157,474
Balance at 01 January 2025	2,398,825	210,476	77,302	626	470,245	3,157,474
Total comprehensive income						
Profit for the period	-	-	-	-	103,470	103,470
Other comprehensive income	-	-	-	5	-	5
Transfer to statutory reserve	-	-	-	-	-	-
Transfer to general banking reserve on performing exposures	-	-	10,839	-	(10,839)	-
Transfer to general banking reserve on non-performing exposures	-	-	-	-	-	-
Total comprehensive income	-	-	10,839	5	92,631	103,475
Balance at 31 March 2025	2,398,825	210,476	88,141	631	562,876	3,260,949

INTERIM CONDENSED STATEMENT OF CASH FLOWS

For the three months ended 31 March 2025

	Unaudited Three months ended Mar-25 Rs 000	Unaudited Three months ended Mar-24 Rs 000	Audited Year ended Dec-24 Rs 000
Cash flows from operating activities			
Profit before tax	117,987	47,304	451,040
Adjustments for:			
- Depreciation and amortisation	4,418	8,346	33,455
- (Reversal of)/allowance for credit impairment on financial assets	(3,134)	54,595	82,205
- Profit sale of property and equipment	-	-	(825)
- Net interest income	(207,274)	(178,096)	(844,157)
- Unrealised foreign exchange loss	1,284	14,605	12,050
	(86,719)	(53,246)	(266,232)
Changes in:			
- Loans and advances to banks	(1,165,707)	537,722	(83,596)
- Loans and advances to customers	232,296	153,743	(1,700,245)
- Investment securities	(626,059)	(209,985)	(456,592)
- Other assets	(548,226)	761,530	686,293
- Deposits from banks	(15,055)	391,651	2,654,542
- Deposits from customers	513,888	(1,660,766)	1,269,088
- Other liabilities	811,776	(489,839)	(465,900)
	(883,806)	(569,190)	1,637,358
Interest received	431,005	404,539	1,791,647
Interest paid	(239,789)	(169,865)	(944,746)
Income tax paid	-	-	(21,025)
Net cash generated from operating activities	(692,590)	(334,516)	2,463,234
Cash flows from investing activities			
- Acquisition of property and equipment	(313)	(138)	(12,844)
- Proceeds from sale of property and equipment	-	-	2,228
- Acquisition of intangible assets	(317)	(1,862)	(8,835)
Net cash used in investing activities	(630)	(2,000)	(19,451)
Cash flows from financing activities			
- Proceeds from subordinated liabilities	(52,883)	92,756	115,563
- Proceeds from repayment of borrowed funds	(46,127)	(522,460)	(1,981,960)
- Payment of lease liabilities	(853)	(5,052)	(20,670)
- Interest paid on lease liabilities	(89)	(307)	(885)
Net cash used in financing activities	(99,952)	(435,063)	(1,887,952)
Net (decrease)/increase in cash and cash equivalents	(793,172)	(771,579)	555,831
Cash and cash equivalents at 01 January	8,452,253	8,003,310	8,003,310
Effect of exchange rate fluctuations on cash and cash equivalents held	95,053	(46,891)	(106,888)
Cash and cash equivalents at end of period	7,754,134	7,184,840	8,452,253

ACCOUNTING POLICIES

The unaudited interim condensed financial statements have been prepared using the same accounting policies as those adopted in the audited financial statements for the year ended 31 December 2024, and in accordance with the Bank of Mauritius Guidelines on Public Disclosure of Information and IAS 34 'Interim Financial Reporting'. There have been no new standards or interpretations, which have been adopted in the three months ended 31 March 2025.

FINANCIAL HIGHLIGHTS

The first quarter of 2025 started on a positive note with a strong increase in Operating profit which reached Rs 115 million, up by 13% as compared to the corresponding period of last year.

Net interest income was up by 16% to reach Rs 207 million, benefiting from lower interest expenses payable on borrowings as the Bank continues to benefit from its increased deposit base. Despite a challenging local market FX environment, profit arising from forex transactions reached Rs 16.5 million over the period ended 31 March 2025.

Operating expenses increased by 10% to reach Rs 128 million, mainly driven by increases in personnel expenses. The resulted cost-to-income ratio reached 52.8%, compared to 53.3% over the same period of last year.

Over the quarter ended 31 March 2025, an impairment provision release of Rs 3.1 million was recognised, as compared to a significant charge of Rs 55 million booked on a cross-border asset for the first quarter of 2024.

The effect of the above positively impacted the profit after tax which increased by 130% cover the same period of last year to reach Rs 103 million.

The loans and advances to banks and customers were up by 3% to reach Rs 22.1 billion over the year ended 31 December 2024 and the deposits base reached Rs 25.4 billion as at end of the first quarter 2025.

The Bank closed the first quarter of its financial year with sound capital and liquidity positions

ECONOMIC OUTLOOK 2025

The Bank remains optimistic and aspire to take advantage of significant growth opportunities which will continue to come from the Bank's underlying segments and products. This, will be, despite a drop in the general interest rate environment.

The Bank expects the following as Outlook for FY 2025:

- 1) Income growth to be sustained based on the encouraging results of YTD March 2025.
- 2) Strong costs discipline management to maintain a good costs to income ratio.
- 3) Solid capital and liquidity positions to close the year over minimum regulatory requirements