

INTERIM UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024

Key highlights





SBM Holdings Ltd (the "Company") and its subsidiaries, here altogether (the "Group"), present the Group's interim unaudited condensed financial report for the nine months ended 30 September 2024. These interim unaudited condensed financial report has been prepared in accordance with IAS 34 Interim Financial Reporting. The report has also been prepared based on those accounting policies applied in the preparation of the audited financial statements for the year ended 31 December 2023; except for the adoption of new standards and interpretations effective as from 01 January 2024.

REPORT ON REVIEW OF THE INTERIM UNAUDITED CONDENSED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF SBM HOLDINGS LTD

We have reviewed the accompanying interim unaudited condensed financial statements which comprise the consolidated and separate interim unaudited condensed statements of financial position of SBM Holdings Ltd (the "Company") and of its subsidiaries (the "Group") as of 30 September 2024, and the related consolidated and separate interim unaudited condensed statements of profit or loss and interim unaudited condensed statements of other comprehensive income, consolidated and separate interim unaudited condensed statements of changes in equity, consolidated and separate interim unaudited condensed statements of cash flows for the period then ended and other explanatory notes. The Board of directors and management are responsible for the preparation and presentation of these interim unaudited condensed financial statements in accordance with IAS 34 Interim Financial Reporting. Our responsibility is to express a conclusion on these interim unaudited condensed financial statements based on our review.

We conducted our review in accordance with International Standard on Review Engagements ("ISRE") 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.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim unaudited condensed financial statements are not prepared, in all material respects, in accordance with IAS 34 Interim Financial Reporting.

Chartered Accountants

Date: 08 November 2024

INTERIM UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

ASSETS
Cash and cash equivalents
Mandatory balances with central banks
Loans to and placements with banks
Derivative financial instruments
Loans and advances to non-bank customers
Investment securities
Property and equipment
Right of use assets
Intangible assets
Deferred tax assets
Other assets
Total assets
LIABILITIES

Approved by the Board of Directors and authorised for issue on 08 November 2024.

Mr. Abdul Sattar Adam Ali Mamode HAJEE ABDOULA

	Unaudited 30 September 2024	Unaudited 30 September 2023	Audited 31 December 2023	
	MUR' 000	MUR' 000	MUR' 000	
SSETS				
ash and cash equivalents	39,192,836	11,470,468	23,827,701	
landatory balances with central banks	17,925,975	15,318,464	16,918,939	
oans to and placements with banks	4,724,267	1,908,480	2,853,065	Ι
erivative financial instruments	1,052,507	901,547	679,073	(
oans and advances to non-bank customers	164,416,857	146,986,752	148,259,418	Ι
nvestment securities	164,948,514	175,137,608	157,532,715	(
roperty and equipment	4,395,638	3,941,275	4,140,212	N
ight of use assets	733,177	712,733	724,545	
ntangible assets	1,627,567	1,947,500	1,851,623	-
eferred tax assets	1,338,400	1,568,668	1,390,569	
Other assets	5,110,160	3,849,041	4,075,455	r
otal assets	405,465,898	363,742,536	362,253,315	١
IABILITIES				C
eposits from banks	3,233,737	5,950,271	2,662,028	Ν
eposits from non-bank customers	329,111,007	292,763,481	290,639,805	Ν
ther borrowed funds	11,314,882	10,086,786	13,405,661	١
erivative financial instruments	1,109,785	1,051,048	782,595	
ease liabilities	817,323	784,029	801,229	Γ
urrent tax liabilities	820,898	683,481	556,294	(
ension liabilities	474,646	582,442	450,863	١
Other liabilities	12,324,990	8,820,773	10,039,834	(
ubordinated debts	9,964,931	11,330,264	11,232,173	
otal liabilities	369,172,199	332,052,575	330,570,482	P
HAREHOLDERS' EQUITY				
tated capital	32,500,204	32,500,204	32,500,204	
etained earnings	11,679,395	9,390,956	9,511,081	A
Other reserves	(3,010,869)	(5,326,168)	(5,453,421)	(
	41,168,730	36,564,992	36,557,864	N
ess treasury shares	(4,875,031)	(4,875,031)	(4,875,031)	
otal equity attributable to owners of the Company	36,293,699	31,689,961	31,682,833	(
otal equity and liabilities	405,465,898	363,742,536	362,253,315	P
lemorandum items	71,564,232	65,446,382	63,591,462	1

INTERIM UNAUDITED CONDENSED STATEMENTS OF PROFIT OR LOSS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024

Unaudited 30 September 2023	Audited 31 December 2023		Unaudited Quarter ended	Unaudited Quarter ended	Unaudited Nine months ended	Unaudited Nine months ended	Audited Year ended
MUR' 000	MUR' 000		30 September 2024	30 September 2023	30 September 2024	30 September 2023	31 December 2023
11,470,468	23,827,701		MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000
15,318,464	16,918,939						
1,908,480	2,853,065	Interest income using the effective interest method	5,899,833	5,294,237	16,650,789	15,060,962	20,223,838
901,547	679,073	Other interest income	180,285	63,842	502,400	158,081	328,406
146,986,752	148,259,418	Interest expense using the effective interest method	(3,063,016)	(2,466,927)	(8,573,609)	(7,053,446)	(9,245,282)
175,137,608	157,532,715	Other interest expense	(131,336)	(41,556)	(331,408)	(122,663)	(664,631)
3,941,275	4,140,212	Net interest income	2,885,766	2,849,596	8,248,172	8,042,934	10,642,331
712,733	724,545						
1,947,500	1,851,623	Fee and commission income	614,192	620,733	1,792,447	1,982,888	2,582,141
1,568,668	1,390,569	Fee and commission expense	(29,250)	(33,501)	(94,406)	(92,984)	(137,358)
3,849,041	4,075,455	Net fee and commission income	584,942	587,232	1,698,041	1,889,904	2,444,783
363,742,536	362,253,315	Other income	30.,, 12	307,232	2,0,0,0.2	1,007,70	2,111,700
5,950,271	2,662,028	Net trading income	960,993	650,913	2,089,665	1,718,374	2,180,663
292,763,481	290,639,805	Net (losses)/gains from financial assets measured at FVTPL	(48,452)	(109,996)	(23,047)	(153,065)	40,253
10,086,786	13,405,661	Net gains/(losses) on derecognition of financial assets measured at	(48,432)	(109,990)	(23,047)	(133,003)	40,233
1,051,048	782,595	amortised cost	-	151,322	(11,443)	123,241	(21,394)
784,029	801,229	Net gains on derecognition of financial assets measured at FVTOCI	23,613	6,515	53,250	54,581	44,962
683,481	556,294	Other operating (expense)/income	(70,961)	5,044	405,975	301,418	299,249
582,442	450,863	Non-interest income	1,450,135	1,291,030	4,212,441	3,934,453	4,988,516
8,820,773	10,039,834	Operating income	4,335,901	4,140,626	12,460,613	11,977,387	15,630,847
11,330,264	11,232,173						
332,052,575	330,570,482	Personnel expenses	(1,165,358)	(1,042,854)	(3,493,337)	(3,170,547)	(4,275,825)
		Depreciation of property and equipment	(102,746)	(79,918)	(290,230)	(240,027)	(330,262)
32,500,204	32,500,204	Depreciation of right of use assets	(59,209)	(54,242)	(177,524)	(184,105)	(238,631)
9,390,956	9,511,081	Amortisation of intangible assets	(180,178)	(115,441)	(493,986)	(381,402)	(531,095)
(5,326,168)	(5,453,421)	Other expenses	(896,271)	(1,085,714)	(3,213,529)	(3,022,915)	(4,228,071)
36,564,992	36,557,864	Non-interest expense	(2,403,762)	(2,378,169)	(7,668,606)	(6,998,996)	(9,603,884)
(4,875,031)	(4,875,031)	Profit before credit loss expense	1,932,139	1,762,457	4,792,007	4,978,391	6,026,963
31,689,961	31,682,833	Credit loss movement on financial assets and memorandum items	228,876	(191,082)	333,110	(553,576)	(1,047,247)
363,742,536	362,253,315	Profit before income tax	2,161,015	1,571,375	5,125,117	4,424,815	4,979,716
		Tax (expense)/credit	(448,927)	63,793	(1,105,878)	(371,362)	(662,779)
65,446,382	63,591,462						
		Profit for the quarter/period/year attributable to owners of the Company	1,712,088	1,635,168	4,019,239	4,053,453	4,316,937
		Earnings per share:	_,:,; ==,; ==		.,,207	.,===,155	1,,
Dr. Subhas Th		Basic and Diluted (Cents)	66.3	63.3	155.7	157.0	167.2
Cnairman, Au	dit Committee	(\delta()	30.3				

Performance

ended 30 September 2024. Profit after tax stands at MUR 4.0 billion for the period, which represents a marginal performance. In this context, the SBM Group will execute its growth strategy in a determined, yet vigilant, way. It will decrease of 0.8% compared to the same period of last year, as a result of changes in taxes and levies.

Reflecting the Group's business development initiatives, net loans and advances to non-bank customers have seen an increase of MUR 16.2 billion over the nine-months period to reach MUR 164.4 billion as at 30 September 2024. At the same time, the SBM Group remains committed to contributing to the continued advancement of the Mauritian

Consequently, the Group's net interest income increased to MUR 8.2 billion for the nine months ended 30 September 2024, factoring in a widened portfolio of investment securities. Operating income rose by 4.0% to attain MUR 12.5 billion for the nine months ended 30 September 2024, benefitting from a rise in non-interest income, mainly driven by higher net trading income.

Non-interest expense recorded a year-on-year increase of 9.6% for the period under review. This is attributable to continued investment in human capital and technology across all entities of the Group, while also catering for inflationary pressures and, to some extent, the effect of the US dollar appreciation.

Testifying to the Group's cautious growth agenda and strengthened risk stewardship, the gross NPL ratio improved to 6.1% as at 30 September 2024, compared to 6.9% a year before.

The Group

The Group posted a capital adequacy ratio of 20.5%, which is well above regulatory requirements, thus supporting its current and future growth ambitions.

Outlook

The SBM Group reported an increase in profit before tax from MUR 4.4 billion to MUR 5.1 billion for the nine months Whereas global growth is proving to be underwhelming as per the IMF, the Mauritian economy is posting a resilient thoughtfully pursue its strategic endeavours across entities and jurisdictions, alongside aiming to further reinforce its internal capabilities and risk management framework.

Deposits from non-bank customers grew by MUR 38.5 billion, reaching MUR 329.1 billion as at 30 September 2024. economy and society, while generating meaningful and sustainable value for all its stakeholders.

Mr. Abdul Sattar Adam Ali Mamode HAJFF ABDOULA

08 November 2024

Dr. Subhas THECKA Chairman, Audit Committee

INTERIM UNAUDITED CONDENSED STATEMENTS OF OTHER COMPREHENSIVE INCOME **FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024**

			The Group		
	Unaudited Quarter ended 30 September 2024	Unaudited Quarter ended 30 September 2023	Unaudited Nine months ended 30 September 2024	Unaudited Nine months ended 30 September 2023	Audited Year ended 31 December 2023
	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000
Profit for the quarter/period/year attributable to owners of the Company	1,712,088	1,635,168	4,019,239	4,053,453	4,316,937
Other comprehensive income: tems that will not be reclassified subsequently to profit or loss:					
Gain on property revaluation	-	-	-	30,815	30,815
Deferred tax arising following change in rate:					
Revaluation of property	-	40,333	-	40,333	(70,482)
Defined benefit pension plans	-	-	-	-	(6,446)
lemeasurement of defined benefit pension plan	-	-	-	-	(204,466)
Deferred tax on revaluation of property Deferred tax on remeasurement of defined benefit	-	(72,151)	-	(72,151)	-
ension plan let gain/(loss) on equity instruments designated at VTOCI	-	64,004	(5,204)	78,883	27,784 77,347
	_	32,186	(5,204)	77,880	(145,448)
tems that may be reclassified subsequently to profit or loss:					
exchange differences on translation of foreign operations	(288,223)	(348,751)	684,077	(391,567)	(566,236)
Debt securities measured at FVTOCI					
Novement in fair value during the quarter/period/year	926,818	447,088	1,149,476	1,333,934	1,335,432
air value loss reclassified to profit or loss on erecognition	(23,613)	(6,515)	(53,250)	(54,581)	(44,962)
Credit losses relating to debt instruments held at FVTOCI	_		(150,755)	17,561	133,829
	614,982	91,822	1,629,548	905,347	858,063
otal other comprehensive income attributable to owners of the Company otal comprehensive income attributable to owners of	614,982	124,008	1,624,344	983,227	712,615
otal comprenensive income attributable to owners or he Company	2,327,070	1,759,176	5,643,583	5,036,680	5,029,552

INTERIM UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY

i	FOR THE NINE MONTHS ENDER	Stated capital	Treasury shares	Statutory reserve	Retained earnings	Property revaluation reserve	Other reserves*	Total equity
	The Group	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000
ber	At 01 January 2023	32,500,204	(4,875,031)	735,260	5,909,389	273,859	(7,374,042)	27,169,639
	Profit for the period	-	-	-	4,053,453	-	-	4,053,453
00	Other comprehensive income/(loss) for the period	-	-	-	40,333	(41,336)	984,230	983,227
37	Total comprehensive income/(loss) for the period				4,093,786	(41,336)	984,230	5,036,680
	Appropriation of reserves	-	-	28,731	(134,692)	-	105,961	-
	Revaluation surplus realised on depreciation	_	_	_	38,831	(38,831)	_	_
	Dividend	-	-	-	(516,358)	-	-	(516,358)
15	At 30 September 2023	32,500,204	(4,875,031)	763,991	9,390,956	193,692	(6,283,851)	31,689,961
32)	At 01 January 2023	32,500,204	(4,875,031)	735,260	5,909,389	273,859	(7,374,042)	27,169,639
•	Profit for the year	-	-	-	4,316,937	-	-	4,316,937
46)	Other comprehensive (loss)/income for the year	-	-	-	(183,128)	(39,667)	935,410	712,615
66)	Total comprehensive income/(loss) for the year	_	_	-	4,133,809	(39,667)	935,410	5,029,552
-	Appropriation of reserves	-	-	28,731	(67,642)	-	38,911	-
784	Revaluation surplus realised on depreciation	_	_	-	51,883	(51,883)	-	_
47	Dividend	-	_	_	(516,358)	_	_	(516,358)
48)	At 31 December 2023	32,500,204	(4,875,031)	763,991	9,511,081	182,309	(6,399,721)	31,682,833
	At 01 January 2024	32,500,204	(4,875,031)	763,991	9,511,081	182,309	(6,399,721)	31,682,833
36)	Profit for the period	-	-	-	4,019,239	-	-	4,019,239
	Other comprehensive income for the period	-	-	-	-	-	1,624,344	1,624,344
122	Total comprehensive income for the period	-	-	-	4,019,239	-	1,624,344	5,643,583
132	Revaluation surplus realised on depreciation	-	-	-	39,309	(39,309)	-	-
62)	Appropriation of reserves	-	-	4,503	(857,517)	-	853,014	-
329	Dividend	-	-	-	(1,032,717)	-	-	(1,032,717)
163	At 30 September 2024	32,500,204	(4,875,031)	768,494	11,679,395	143,000	(3,922,363)	36,293,699
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INTERIM UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024

	The Group					
	Unaudited Nine months ended 30 September 2024	Audited Year ended 31 December 2023				
	MUR'000	MUR'000	MUR'000			
Net cash generated from/(used in) operating activities	20,323,992	(12,057,662)	(2,652,351)			
Net cash used in financing activities	(4,793,559)	(6,052,720)	(2,252,101)			
Net cash used in investing activities	(815,585)	(1,069,362)	(1,227,496)			
Net change in cash and cash equivalents	14,714,848	(19,179,744)	(6,131,948)			
Effect of foreign exchange rate changes	658,596	384,669	(309,149)			
Expected credit loss allowance on cash and cash equivalent	(8,309)	(9,494)	(6,239)			
Cash and cash equivalents at beginning of period/year	23,827,701	30,275,037	30,275,037			
Cash and cash equivalents at end of period/year	39,192,836	11,470,468	23,827,701			

Copies of the interim unaudited condensed financial statements are available to the public free of charge at the registered office of the Company, SBM Tower, 1, Queen Elizabeth II Avenue, Place D'Armes, Port Louis and can be viewed on our website: www.sbmgroup.mu.

*Other reserves include unrealised investment fair value reserve, translation reserve, prudential provision reserve, earnings reserve and restructuring reserve

The statement of direct and indirect interests of officers of the Company in the capital of the Company and its subsidiaries may also be obtained free of charge upon request at the registered office of the Company.

By order of the Board

Mrs D. Ramjug Chumun Company Secretary

08 November 2024

The Communiqué is issued pursuant to Listing Rule 12.20 and Securities Act 2005.

The Board of Directors of SBM Holdings Ltd accepts full responsibility for the accuracy of the information contained in this Communiqué

The financial information, including the review report, has been extracted from the interim unaudited condensed financial statements for the nine months ended 30 September 2024.