

## Financial Highlights


Bank One experienced a strong growth of 25% in its asset base in 2017 with growth of 28% and 38% in deposits and gross advances during the year contributed by both Segment A and Segment B operations.  
Bank One achieved a net Profit after Tax to Rs374m representing an increase of 20% over the previous year. The gross NPL ratio was brought down from 7.61% last year to 6.06% as at December 2017 and is expected to improve further in 2018.  
The Bank has been able to deliver an average return on equity and assets of 16.33% and 1.36% respectively to its shareholders.


### SUMMARY STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2017

	Dec 2017	Dec 2016	Dec 2015
	Rs 000	Rs 000	Rs 000
<b>ASSETS</b>			
Cash and cash equivalents	4,221,988	4,584,789	3,670,672
Derivative assets held for risk management	4,824	1,337	207
Loans and advances to banks	3,707,245	1,650,343	534,289
Loans and advances to customers	17,746,327	13,750,096	12,335,145
Investment Securities - Available-for-sale	2,249,806	1,494,704	843,338
Investment Securities - Held-to-maturity	1,968,379	2,296,326	1,683,082
Property and equipment	403,161	372,417	322,653
Intangible assets	41,580	40,693	37,424
Deferred tax assets	71,766	71,918	95,399
Other assets	1,296,936	1,024,519	774,326
<b>Total assets</b>	<b>31,712,012</b>	<b>25,287,142</b>	<b>20,296,535</b>
<b>LIABILITIES</b>			
Deposits from customers	28,299,442	22,187,299	17,321,879
Derivative liabilities held for risk management	822	11,423	5,622
Other borrowed funds	123,441	188,431	474,379
Subordinated liabilities	512,205	524,390	410,635
Current tax liabilities	11,609	6,959	1,880
Other liabilities	304,228	240,301	266,486
<b>Total liabilities</b>	<b>29,251,747</b>	<b>23,158,803</b>	<b>18,480,881</b>
<b>EQUITY</b>			
Stated capital	856,456	856,456	856,456
Retained earnings	1,239,958	967,011	707,284
Other reserves	363,851	304,872	251,914
<b>Total Equity</b>	<b>2,460,265</b>	<b>2,128,339</b>	<b>1,815,654</b>
<b>Total Equity and Liabilities</b>	<b>31,712,012</b>	<b>25,287,142</b>	<b>20,296,535</b>

These financial statements were approved and authorised for issue by the Board of Directors on 28 March 2018.

  
Sandhy Martyres  
Chairperson of the Board  
of Directors

  
Ravneet Chowdhury  
Chief Executive Officer

  
Leonard C. Mususa  
Director and Chairman of Audit  
Committee

### SUMMARY STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2017

	Stated capital	Revaluation surplus	Statutory reserve	General banking reserve	Fair value reserve	Retirement benefit plan reserve	Retained earnings	Total equity
	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000
Balance as at 1 January 2015	731,456	78,895	111,044	92,093	13,512	(25,829)	471,510	1,472,681
Profit for the year	-	-	-	-	-	-	226,929	226,929
Other comprehensive income for the year	-	-	-	-	(6,893)	(2,063)	-	(8,956)
Transfer to general banking reserve	-	-	-	(42,884)	-	-	42,884	-
Transfer to statutory reserve	-	-	34,039	-	-	-	(34,039)	-
Total comprehensive income	-	-	34,039	(42,884)	(6,893)	(2,063)	235,774	217,973
<b>Transaction with owners</b>								
Issue of shares	125,000	-	-	-	-	-	-	125,000
Total transaction with owners	125,000	-	-	-	-	-	-	125,000
Balance as at 31 December 2015	856,456	78,895	145,083	49,209	6,619	(27,892)	707,284	1,815,654
Balance as at 1 January 2016	856,456	78,895	145,083	49,209	6,619	(27,892)	707,284	1,815,654
Profit for the year	-	-	-	-	-	-	311,584	311,584
Other comprehensive income for the year	-	(1,561)	-	-	7,586	(4,924)	-	1,101
Transfer to general banking reserve	-	-	-	5,119	-	-	(5,119)	-
Transfer to statutory reserve	-	-	46,738	-	-	-	(46,738)	-
Total comprehensive income	-	(1,561)	46,738	5,119	7,586	(4,924)	259,727	312,685
Balance as at 31 December 2016	856,456	77,334	191,821	54,328	14,205	(32,816)	967,011	2,128,339
Balance as at 1 January 2017	856,456	77,334	191,821	54,328	14,205	(32,816)	967,011	2,128,339
Profit for the year	-	-	-	-	-	-	374,199	374,199
Other comprehensive income for the year	-	14,934	-	-	(5,668)	(25,539)	-	(16,273)
Transfer to general banking reserve	-	-	-	19,123	-	-	(19,123)	-
Transfer to statutory reserve	-	-	56,129	-	-	-	(56,129)	-
Total comprehensive income	-	14,934	56,129	19,123	(5,668)	(25,539)	298,947	357,926
<b>Transaction with owners</b>								
Dividend	-	-	-	-	-	-	(26,000)	(26,000)
Total transaction with owners	-	-	-	-	-	-	(26,000)	(26,000)
Balance as at 31 December 2017	856,456	92,268	247,950	73,451	8,537	(58,355)	1,239,958	2,460,265

Note 1. The accompanying summary financial statements are derived from the audited financial statements of Bank One Limited (the "Bank") for the year ended 31 December 2017. These audited financial statements, which have been prepared in accordance with International Financial Reporting Standards, are available from the regulatory authorities. The summary financial statements comprise the statement of financial position as at 31 December 2017 and the statements of profit or loss, comprehensive income, changes in equity and cash flows for the year ended 31 December 2017 as presented in the audited financial statements for that period, without reference to the detailed notes.

### SUMMARY STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2017

	Dec 2017	Dec 2016	Dec 2015
	Rs 000	Rs 000	Rs 000
<b>Profit for the year</b>	<b>374,199</b>	<b>311,584</b>	<b>226,929</b>
<b>Other Comprehensive income :</b>			
Items that will not be reclassified subsequently to profit or loss:			
Remeasurement of defined benefit obligation net of tax	(25,539)	(4,924)	(2,063)
Revaluation on building net of tax	14,934	(1,561)	-
Items that may be reclassified subsequently to profit or loss:			
Unrealised losses on available-for-sale investment recycled to profit or loss	1,584	-	-
Net fair value (loss)/gain on available-for-sale investment securities net of tax	(7,252)	7,586	(6,893)
<b>Other Comprehensive Income for the year</b>	<b>(16,273)</b>	<b>1,101</b>	<b>(8,956)</b>
<b>Total Comprehensive Income for the year</b>	<b>357,926</b>	<b>312,685</b>	<b>217,973</b>

### SUMMARY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2017

	Dec-17	Dec-16	Dec-15
	Rs 000	Rs 000	Rs 000
<b>Cash flows from operating activities</b>			
Profit before income tax	400,767	348,813	211,139
Net change on provision for credit impairment	11,299	153,626	165,158
Depreciation	30,110	21,045	22,124
Amortisation	13,581	13,347	13,065
Loss on disposal of property and equipment	643	6,091	4,222
Change in provisions and pensions obligations	14,817	2,226	(2,910)
Gain on sale of securities	(14,379)	(2,360)	(7,656)
Others	42,805	(4,164)	15,422
Net interest income	(713,557)	(699,154)	(608,293)
<b>Changes in operating assets and liabilities</b>	<b>(14,088)</b>	<b>4,671</b>	<b>(7,080)</b>
Movement in Derivatives	(14,088)	4,671	(7,080)
Increase in loans and advances			
to banks	(2,076,646)	(1,127,321)	(222,680)
to customers	(3,934,211)	(1,536,400)	(1,938,808)
(Increase)/decrease in other assets	(249,863)	(247,858)	596
Increase in deposits from customers	6,073,781	4,824,760	1,855,421
Increase/(decrease) in other liabilities	33,070	(43,585)	(14,453)
Interest received	1,027,098	1,001,647	887,070
Interest paid	(328,754)	(282,743)	(298,045)
Income tax paid	(14,589)	(9,264)	(33,820)
<b>Net cash from operating activities</b>	<b>301,884</b>	<b>2,423,377</b>	<b>40,472</b>
<b>Cash flows from investing activities</b>			
Purchase of investment securities	(9,245,028)	(7,765,000)	(2,509,174)
Proceeds from sale of investment securities	8,296,875	6,967,049	1,769,312
Purchase of property and equipment	(50,515)	(79,752)	(21,239)
Proceeds from sale of other assets	-	9,809	-
Proceeds from sale of property and equipment	197	3,287	295
Purchase of intangible assets	(14,468)	(16,623)	(12,761)
<b>Net cash used in investing activities</b>	<b>(1,012,939)</b>	<b>(881,230)</b>	<b>(773,567)</b>
<b>Cash flows from financing activities</b>			
Proceeds from shares issued	-	-	125,000
Repayment of other borrowed funds	(41,273)	(34,208)	(187,412)
Proceeds from subordinated liabilities	-	119,884	-
Repayment of subordinated liabilities	(50,000)	-	(37,209)
Dividend paid	(26,000)	-	-
<b>Net cash (used in)/from financing activities</b>	<b>(117,273)</b>	<b>85,676</b>	<b>(99,621)</b>
Cash and cash equivalents at the beginning of the year	5,519,687	3,891,864	4,724,580
Net cash from operating activities	301,884	2,423,377	40,472
Net cash used in investing activities	(1,012,939)	(881,230)	(773,567)
Net cash (used in)/from financing activities	(117,273)	85,676	(99,621)
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(828,328)</b>	<b>1,627,823</b>	<b>(832,716)</b>
<b>Cash and cash equivalents at end of year</b>	<b>4,691,359</b>	<b>5,519,687</b>	<b>3,891,864</b>

### Independent Auditor's Report to the Shareholders of Bank One Limited

#### Report on the Summary Financial Statements

**Our Opinion**  
In our opinion, the accompanying summary financial statements of Bank One Limited (the "Bank") are consistent, in all material respects, with the audited financial statements, on the basis described in note 1.

#### The summary financial statements

The Bank's summary financial statements derived from the audited financial statements for the year ended 31 December 2017 comprise:  
• the summary statement of financial position as at 31 December 2017;  
• the summary statement of profit or loss for the year then ended;  
• the summary statement of comprehensive income for the year then ended;  
• the summary statement of changes in equity for the year then ended;  
• the summary statement of cash flows for the year then ended; and  
• the related notes to the summary financial statements.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

#### The Audited Financial Statements and our Audit Report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 28 March 2018.

#### Responsibilities of the Directors for the Summary Financial Statements

The directors are responsible for the preparation of the summary financial statements on the basis described in note 1.

#### Auditor's Responsibility for the Summary Financial Statements

Our responsibility is to express an opinion on whether the summary financial statements are consistent in all material respects with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing 810 (Revised), 'Engagements to Report on Summary Financial Statements'.

#### Other Matter

This report, including the opinion, has been prepared for and only for the Bank's shareholders in accordance with Section 34(6)(b)(ii) of the Mauritian Banking Act 2004 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.