

## FINANCIAL HIGHLIGHTS

The Bank has been successful in delivering profit before tax of MUR 535 million (MUR 522 million in 2021) in this challenging business environment.

The loan book grew by 20%, closing at MUR 26.1 billion compared to MUR 21.7 billion in the previous year.

Gross impairment levels went down from MUR 701 million as at December 2021 to MUR 580 million as at December 2022 resulting in an NPL ratio of 2.23% (3.23% as at December 2021).

Total deposits grew marginally and closed at MUR 38.2 billion at December 2022 against MUR 37.9 billion at December 2021.

The Bank reported a Liquidity Coverage Ratio of 276% and a capital adequacy ratio of 17.76%.

The growth registered in the local mortgage book, increased international exposures, alongside the increasing interest rates contributed to the increase in net interest income.

Non-interest income were lower than 2021 which included one off gains of MUR 120 million.

Both administrative expenses and impairment charges were closely monitored.

The above generated a PAT of MUR 493 million in 2022 compared to MUR 413 million in 2021 (a growth of 19%).

The Bank continues its local as well as offshore strategy to grow its balance sheet while at the same time improve on the non-interest income

## STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	Dec 2022	Dec 2021	Dec 2020
	MUR 000	MUR 000	MUR 000
<b>ASSETS</b>			
Cash and cash equivalents	6,898,615	10,449,280	12,176,779
Derivative assets held for risk management	3,116	42,826	32,891
Non-current asset held-for-sale	45,000	-	-
Loans and advances to banks	5,147,185	3,336,245	1,983,472
Loans and advances to customers	20,180,265	17,474,549	18,656,594
Investment in financial instruments measured at fair value through other comprehensive income ("FVTOCI")	1,402,874	2,083,101	12,035,154
Investment in financial instruments measured at amortised cost	10,922,555	10,320,960	10,228,322
Right-Of-Use assets	76,965	89,359	40,375
Property and equipment	403,005	435,830	345,607
Intangible assets	133,583	130,666	111,585
Deferred tax assets	44,515	45,936	88,682
Other assets	1,571,519	1,387,575	1,448,071
<b>Total Assets</b>	<b>46,829,197</b>	<b>45,796,327</b>	<b>57,147,532</b>
<b>LIABILITIES</b>			
Deposits from customers	38,242,254	37,915,989	48,050,492
Derivative liabilities held for risk management	26,439	3,112	13,041
Other borrowed funds	2,932,664	2,055,978	3,767,074
Subordinated liabilities	1,289,279	1,396,543	1,387,217
Pension obligations	84,453	60,810	80,146
Current tax liabilities	22,657	27,553	1,783
Other liabilities	512,143	528,230	381,048
Lease liabilities	84,617	96,615	48,074
<b>Total Liabilities</b>	<b>43,194,506</b>	<b>42,084,830</b>	<b>53,728,875</b>
<b>EQUITY</b>			
Stated capital	1,456,456	1,456,456	1,456,456
Retained earnings	1,646,082	1,725,369	1,376,237
Other reserves	532,153	529,672	585,964
<b>Total Equity</b>	<b>3,634,691</b>	<b>3,711,497</b>	<b>3,418,657</b>
<b>Total Equity and Liabilities</b>	<b>46,829,197</b>	<b>45,796,327</b>	<b>57,147,532</b>

These financial statements were approved and authorised for issue by the Board of Directors on 07 March 2023.



Roselyne Renel  
Chairperson



Leonard Mususa  
Chairman of the Board Audit Committee



Mark Watkinson  
Chief Executive Officer

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

	Dec 2022	Dec 2021	Dec 2020
	MUR 000	MUR 000	MUR 000
<b>Cash flows from operating activities</b>			
Profit/(loss) before income tax	535,570	522,466	(531,544)
Net change on provision for credit impairment	(33,476)	(71,799)	1,073,659
Depreciation	59,146	40,543	43,104
Amortisation	37,755	35,318	35,517
Loss/(gain) on disposal of property and equipment/small equipment	82	(245)	(402)
Change in provisions and pensions obligation	7,995	9,915	8,488
Gain on sale of securities	(3,111)	(122,032)	(38,464)
Exchange gain and others	-	-	272,944
Net interest income	(993,814)	(815,007)	(927,179)
	(389,853)	(400,841)	(63,877)
<b>Changes in operating assets and liabilities</b>			
Movement in derivatives	63,037	(19,864)	(49,428)
(Increase)/decrease in loans and advances			
-to banks	(1,891,009)	(2,061,525)	2,951,010
-to customers	(2,582,403)	1,944,693	3,253,311
Decrease/(increase) in securities purchased under agreement to resell	-	-	2,037,050
(Increase)/decrease in other assets	(75,229)	(27,831)	92,817
Increase/(decrease) in deposits from customers	373,084	(10,124,845)	(92,198)
(Decrease)/increase in other liabilities	(20,162)	154,907	(196,730)
Interest received	1,384,163	1,210,884	1,401,666
Interest paid	(439,325)	(345,794)	(555,765)
Income tax paid	(38,462)	(31,258)	(52,474)
<b>Net cash (used in)/generated from operating activities</b>	<b>(3,616,159)</b>	<b>(9,701,474)</b>	<b>8,725,382</b>
<b>Cash flows used in investing activities</b>			
Purchase of investment securities	(11,690,734)	(31,189,349)	(150,471,330)
Proceeds from sale of investment securities	11,563,302	41,056,959	143,984,117
Purchase of property and equipment	(21,570)	(113,156)	(6,845)
Proceeds from sale of property and equipment	-	296	765
Purchase of intangible assets	(42,254)	(64,999)	(8,636)
<b>Net cash (used in)/generated from investing activities</b>	<b>(191,256)</b>	<b>9,689,751</b>	<b>(6,501,929)</b>
<b>Cash flows from financing activities</b>			
Issue of shares	-	-	300,000
Repayment of subordinated liabilities	(104,806)	-	-
Proceeds from subordinated liabilities	-	7,840	595,000
Repayment of other borrowed funds	(539,431)	(1,711,917)	(264,792)
Proceeds from other borrowed funds	1,408,885	-	1,384,419
Dividend paid	(488,000)	-	-
Repayment of the lease liabilities	(19,898)	(11,699)	(6,962)
<b>Net cash generated from/(used in) financing activities</b>	<b>256,750</b>	<b>(1,715,776)</b>	<b>2,007,665</b>
<b>Cash and cash equivalents at the beginning of the year</b>			
	<b>10,449,280</b>	<b>12,176,779</b>	<b>7,945,661</b>
Net cash (used in)/generated from operating activities	(3,616,159)	(9,701,474)	8,725,382
Net cash (used in)/generated from investing activities	(191,256)	9,689,751	(6,501,929)
Net cash generated from/(used in) financing activities	256,750	(1,715,776)	2,007,665
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(3,550,665)</b>	<b>(1,727,499)</b>	<b>4,231,118</b>
<b>Cash and cash equivalents at end of year</b>	<b>6,898,615</b>	<b>10,449,280</b>	<b>12,176,779</b>

## Independent auditor's report to the Shareholders of Bank One Limited

**Opinion**  
The summary financial statements, which comprise the statement of financial position as at December 31, 2022, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, are derived from the audited financial statements of Bank One Limited (the "Bank") for the year ended December 31, 2022.

In our opinion, the accompanying summary financial statements are consistent in all material respects, with the audited financial statements of the Bank which are prepared in accordance with International Financial Reporting Standards (IFRSs) and in compliance with the requirements of the Mauritius Companies Act 2001, the Financial Reporting Act 2004 and the Banking Act 2004.

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2022

	Dec 2022	Dec 2021	Dec 2020
	MUR 000	MUR 000	MUR 000
Interest income	1,393,221	1,155,343	1,487,023
Interest expense	(399,407)	(340,336)	(559,844)
<b>Net interest income</b>	<b>993,814</b>	<b>815,007</b>	<b>927,179</b>
Fee and commission income	457,051	607,911	689,113
Fee and commission expense	(127,650)	(329,633)	(497,249)
<b>Net fee and commission income</b>	<b>329,401</b>	<b>278,278</b>	<b>191,864</b>
Net gain on dealing in foreign currencies and derivatives	178,747	164,391	159,631
Net gain from derecognition of financial assets measured at fair value through other comprehensive income ("FVTOCI")	3,111	93,224	38,464
Other operating income	1,746	29,053	402
	183,604	286,668	198,497
<b>Operating income</b>	<b>1,506,819</b>	<b>1,379,953</b>	<b>1,317,540</b>
Personnel expenses	(617,351)	(557,059)	(447,820)
Depreciation and amortisation	(96,901)	(75,861)	(78,621)
Other expenses	(290,473)	(296,366)	(248,984)
	(1,004,725)	(929,286)	(775,425)
<b>Profit before impairment</b>	<b>502,094</b>	<b>450,667</b>	<b>542,115</b>
Net impairment reversal/(loss) on financial assets	33,476	71,799	(1,073,659)
<b>Profit/(loss) before income tax</b>	<b>535,570</b>	<b>522,466</b>	<b>(531,544)</b>
Income tax (expense)/credit	(41,745)	(109,042)	39,819
<b>Profit/(loss) for the year</b>	<b>493,825</b>	<b>413,424</b>	<b>(491,725)</b>
<b>Other Comprehensive income :</b>			
<i>Items that will not be reclassified subsequently to profit or loss:</i>			
Remeasurement of defined benefit obligation, net of tax	(14,643)	27,361	(27,280)
Revaluation on building, net of tax	36,505	-	-
Movement in fair value reserve for equity instruments at FVTOCI	6,080	(1,882)	(10,585)
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Movement in fair value reserve for debt instruments at FVTOCI investment securities, net of tax:			
Reclassification of gains on disposal of FVTOCI debt instruments during the year	(3,111)	(93,224)	(38,464)
(Credit)/loss allowance relating to debt instruments held at FVTOCI	(146)	1,264	3,395
(Losses)/gains on FVTOCI instruments during the year	(107,316)	(54,103)	131,809
<b>Other Comprehensive (loss)/ income for the year</b>	<b>(82,631)</b>	<b>(120,584)</b>	<b>58,875</b>
<b>Total Comprehensive income/(loss) for the year</b>	<b>411,194</b>	<b>292,840</b>	<b>(432,850)</b>

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2022

	Stated capital	Revaluation surplus	Statutory reserve	General Banking reserve	Fair value reserve	Retirement Benefit Plan Reserve	Retained earnings	Total equity
	MUR 000	MUR 000	MUR 000	MUR 000	MUR 000	MUR 000	MUR 000	MUR 000
<b>Balance as at 1 January 2020</b>	1,156,456	97,313	401,538	47,882	42,534	(69,885)	1,875,669	3,551,507
Loss for the year	-	-	-	-	-	-	(491,725)	(491,725)
Other comprehensive income for the year	-	-	-	-	86,155	(27,280)	-	58,875
Transfer to general Banking reserve	-	-	-	7,707	-	-	(7,707)	-
Total comprehensive loss	-	-	-	7,707	86,155	(27,280)	(499,432)	(432,850)
<b>Transaction with owners</b>								
Issue of shares	300,000	-	-	-	-	-	-	300,000
Total transaction with owners	300,000	-	-	-	-	-	-	300,000
<b>Balance as at 31 December 2020</b>	1,456,456	97,313	401,538	55,589	128,689	(97,165)	1,376,237	3,418,657
<b>Balance as at 1 January 2021</b>	1,456,456	97,313	401,538	55,589	128,689	(97,165)	1,376,237	3,418,657
Profit for the year	-	-	-	-	-	-	413,424	413,424
Other comprehensive loss for the year	-	-	-	-	(147,945)	27,361	-	(120,584)
Transfer to general Banking reserve	-	-	-	2,279	-	-	(2,279)	-
Transfer to statutory reserve	-	-	62,013	-	-	-	(62,013)	-
Total comprehensive income	-	-	62,013	2,279	(147,945)	27,361	349,132	292,840
<b>Balance as at 31 December 2021</b>	1,456,456	97,313	463,551	57,868	(19,256)	(69,804)	1,725,369	3,711,497
<b>Balance as at 1 January 2022</b>	1,456,456	97,313	463,551	57,868	(19,256)	(69,804)	1,725,369	3,711,497
Profit for the year	-	-	-	-	-	-	493,825	493,825
Other comprehensive loss for the year	-	36,505	-	-	(104,493)	(14,643)	-	(82,631)
Transfer to general banking reserve	-	-	-	11,038	-	-	(11,038)	-
Transfer to statutory reserve	-	-	74,074	-	-	-	(74,074)	-
Total comprehensive income	-	36,505	74,074	11,038	(104,493)	(14,643)	408,713	411,194
<b>Transactions with owners</b>								
Dividend	-	-	-	-	-	-	(488,000)	(488,000)
Total transactions with owners	-	-	-	-	-	-	(488,000)	(488,000)
<b>Balance as at 31 December 2022</b>	1,456,456	133,818	537,625	68,906	(123,749)	(84,447)	1,646,082	3,634,691

### 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 Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 07 March 2023. That report also includes the communication of key audit matters that, in our professional judgement, were of most significance in our audit of the audited financial statements of the current year.

### Responsibilities of Directors for the Summary Financial Statements

The directors are responsible for the preparation of the summary financial statements as described in the "Basis of preparation" note.

### Auditor's Responsibility

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 (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

### Use of this report

This report, including our opinion, has been prepared for and only for the Bank's shareholders in accordance with Section 34(6)(b)(ii) of the 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.



Deloitte  
Chartered Accountants

7 March 2023



Pradeep Malik, FCA  
Licensed by FRC

### Notes to the financial statements

The accompanying summary financial statements, without reference to the detailed notes, are derived from the audited financial statements of Bank One Limited (the "Bank") for the year ended 31 December 2022. These audited financial statements, which have been prepared in accordance with International Financial Reporting Standards and in compliance with the requirements of the Mauritius Companies Act 2001, the Financial Reporting Act 2004 and the Banking Act 2004 are available on the Bank's website: www.bankone.mu

The summary financial statements comprise the statement of financial position as at 31 December 2022 and the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, as presented in the audited financial statements for the year.

## Liquidity Coverage Ratio - Quarter ending December 2022

(Consolidated in MUR'000s)	TOTAL UNWEIGHTED VALUE (quarterly average of monthly observations)	TOTAL WEIGHTED VALUE (quarterly average of monthly observations)
<b>High-quality liquid assets</b>		
Total high-quality liquid assets		