

FINANCIAL HIGHLIGHTS

The Bank registered a growth of 10% in total assets from September 2023 to September 2024 to close at Rs 55.8bn (December 2023: Rs 52.2bn).

As at September 2024, the total deposit closed at Rs 47.7 billion, growing by 11% against that of September 2023 (December 2023: Rs 44.8bn).

The excess deposits were deployed in short term bank placements at good returns. As a consequence, net loans and advances book remained flat, closing at Rs24.4bn at September 2024 against Rs24.2 bn as at September 2023 (December 2023: Rs28bn).

The Bank closed the third quarter of 2024 with profit after tax of Rs230 million compared to Rs159 million for quarter ended September 2023, (net recoveries of Rs 26.7m).

The Bank reported a Capital Adequacy Ratio of 18.28% as at September 2024 (September 2023: 17.45% and December 2023: 16.85%) against a regulatory limit of 12.50%.

The bank continued to be compliant on the liquidity requirements with a Liquidity Coverage Ratio (LCR) of 265% at end of September 2024 (September 2023: 304%, December 2023: 327%) v/s a regulatory 100% requirement.

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024		
	Unaudited	Audited
	30 September 2024	31 December 2023
	Rs 000	Rs 000
ASSETS		
Cash and cash equivalents	17,412,063	8,462,698
Derivative assets held for risk management	30,632	4,580
Loans and advances to banks	5,878,978	8,873,984
Loans and advances to customers	18,522,676	19,129,086
Investments in financial instruments measured at FVTOCI	4,176,214	2,427,459
Investment in financial instruments measured at amortised cost	7,105,685	10,617,591
Right-of-use assets	74,790	69,774
Property and equipment	412,630	420,993
Intangible assets	141,936	124,338
Deferred tax assets	45,684	31,539
Other assets	2,007,338	2,008,376
Total Assets	55,808,626	52,170,418
LIABILITIES		
Deposits from customers	47,722,088	44,847,282
Derivative liabilities held for risk management	311,951	39,434
Other borrowed funds	1,756,602	1,299,929
Subordinated liabilities	1,019,196	1,112,897
Employee benefit obligation	158,998	121,264
Current tax liabilities	36,736	36,942
Other liabilities	424,611	482,325
Leased liabilities	85,508	79,065
Total Liabilities	51,515,690	48,019,138
EQUITY		
Stated capital	1,456,456	1,456,456
Retained earnings	1,936,979	2,021,147
Other reserves	899,501	673,677
Total Equity	4,292,936	4,151,280
Total Equity and Liabilities	55,808,626	52,170,418

This condensed interim unaudited financial information was approved and authorised for issue by the Board of Directors on 13 November 2024

DirectorDirector

INTERIM CONDENSED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024		
	Unaudited Nine months ended 30 September 2024	Unaudited Nine months ended 30 September 2023
	Rs 000	Rs 000
Cash and cash equivalents at beginning of period	8,462,698	6,898,615
Net cash from operating activities	7,218,920	6,299,142
Net cash from investing activities	1,818,082	917,736
Net cash used in financing activities	(891,982)	(1,766,833)
Net increase in cash and cash equivalents	8,145,020	5,450,045
Cash and cash equivalents at end of period	16,607,718	12,348,660

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THREE MONTHS AND NINE MONTHS ENDED 30 SEPTEMBER 2024			
	Unaudited Three months ended 30 September 2024	Unaudited Nine months ended 30 September 2024	Unaudited Three months ended 30 September 2023
	Rs 000	Rs 000	Rs 000
Interest income	662,290	1,981,244	610,482
Interest expense	(350,214)	(991,143)	(301,187)
Net interest income	312,076	990,101	309,295
Fee and commission income	98,005	285,860	123,565
Fee and commission expense	(45,425)	(131,207)	(40,543)
Net fee and commission income	52,580	154,653	83,022
Net gain on dealing in foreign currencies and derivatives	116,525	307,857	61,775
Net gain from derecognition of financial assets measured at fair value through other comprehensive income (FVTOCI)	330	342	381
Other operating income/(loss)	605	607	-
Operating income	117,460	308,806	62,156
Personnel expenses	(137,016)	(480,690)	(182,861)
Depreciation and amortisation	(25,208)	(70,941)	(28,299)
Other expenses	(94,604)	(281,028)	(71,314)
Non-interest expense	(256,828)	(832,659)	(282,474)
Profit before impairment and income tax	225,288	620,901	171,999
Net impairment reversal/(loss) on financial assets	26,697	(141,446)	(1,151)
Profit before income tax	251,985	479,455	170,848
Income tax expense	(21,363)	(32,511)	(11,664)
Profit for the period	230,622	446,944	159,184
Other Comprehensive income :			
Items that will not be classified subsequently to profit or loss:			
Remeasurement of defined benefit obligation,net of tax	-	(24,299)	4,819
Revaluation on building, net of tax	-	(996)	(743)
Movement in fair value reserve for equity instruments at FVTOCI	(1,184)	6,352	(2,188)
Items that may be classified subsequently to profit or loss:			
Reclassification of gain on disposal of FVTOCI debt instruments	(330)	(342)	(381)
(Credit)/Loss allowance relating to debt instruments held at FVTOCI	(706)	3,659	8,851
Gain on FVTOCI debt instruments	31,235	64,338	56,921
Other comprehensive income for the period	29,015	48,712	67,279
Total comprehensive income for the period	259,637	495,656	226,463

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024								
	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 01 January 2023	1,456,456	133,818	537,625	68,906	(123,749)	(84,447)	1,646,082	3,634,691
Profit for the period	-	-	-	-	-	-	465,129	465,129
Other comprehensive income	-	-	-	-	101,986	4,819	-	106,805
Total comprehensive income for the period	-	-	-	-	101,986	4,819	465,129	571,934
Transfer to general banking reserve	-	-	-	873	-	-	(873)	-
Transaction with owners of the Bank:								
Dividend paid	-	-	-	-	-	-	(266,500)	(266,500)
Balance as at 30 September 2023	1,456,456	133,818	537,625	69,779	(21,763)	(79,628)	1,843,838	3,940,125
Balance as at 01 January 2024	1,456,456	133,818	650,996	69,780	(62,711)	(118,206)	2,021,147	4,151,280
Profit for the period	-	-	-	-	-	-	446,944	446,944
Other comprehensive income	-	(996)	-	-	74,007	(24,299)	-	48,712
Total comprehensive income for the period	-	(996)	-	-	74,007	(24,299)	446,944	495,656
Transfer to general banking reserve	-	-	-	177,112	-	-	(177,112)	-
Transaction with owners of the Bank:								
Dividend paid	-	-	-	-	-	-	(354,000)	(354,000)
Balance as at 30 September 2024	1,456,456	132,822	650,996	246,892	11,296	(142,505)	1,936,979	4,292,936

Liquidity Coverage Ratio - Quarter ended September 2024

(Consolidated in MUR'000s)	TOTAL UNWEIGHTED VALUE (quarterly average of monthly observations)	TOTAL WEIGHTED VALUE (quarterly average of monthly observations)
High-quality liquid assets	8,625,124	8,625,124
Total high-quality liquid assets (HQLA)		
CASH OUTFLOWS		
Retail deposits and deposits from small business customers, of which:		
Less stable deposits	14,507,838	1,450,784
Unsecured wholesale funding, of which:		
Non-operational deposits (all counterparties)	20,727,306	11,292,929
Additional requirements, of which:		
Credit and liquidity facilities	1,146,822	260,592
Other contingent funding obligations	276,799	13,840
TOTAL CASH OUTFLOWS	36,658,765	13,018,145
CASH INFLOWS		
Secured funding	2,645,800	59,771
Inflows from fully performing exposures	19,587,127	19,237,360
Other cash inflows	278,717	278,717
TOTAL CASH INFLOWS	22,511,644	19,575,847
TOTAL ADJUSTED VALUE		
TOTAL HQLA		8,625,124
TOTAL NET CASH OUTFLOWS		3,254,536
LIQUIDITY COVERAGE RATIO (%)		265%
QUARTERLY AVERAGE OF DAILY HQLA		7,217,543

Notes: The reported values for ‘quarterly average of monthly observations’ are based on July, August and September 2024 month end figures.
The reported values for ‘quarterly average of daily HQLA’ are based on business days figures over 1st July 2024 to 30th September 2024’s period.

Comments:
- As at the end of September 2024 the Bank’s quarterly average LCR was 265% compared to 287% as at June 2024, significantly above the regulatory minimum of 100%.
- This is driven by an excess of MUR 5.3bn of High Quality Liquid Assets (HQLA) over Net Cash Outflows (NCO).
- The Bank’s stock of High-Quality Liquid Assets (HQLA) is proactively managed to ensure high levels of liquidity.
- Liquidity levels are monitored daily.
- Formal reviews of the Bank’s liquidity position and limits takes place monthly in the management ALCO Committee and quarterly in the Board Risk Management Committee.