

FINANCIAL HIGHLIGHTS

The Bank closed the year 2021 with a profit after tax of MUR 413 million against a prior year loss of MUR 492 million (impact of significant impairment losses).

The total assets of the bank was consciously brought down from MUR 57.1 billion as at end of 2020 to MUR 45.8 billion as at 31 December 2021.

As part of Bank One's strategic review, the Bank completed its liabilities portfolio review (an exercise which started in 2020) and deliberately exited some high ticket offshore clients. This has resulted in a decline in the bank's deposits base from MUR 48 billion at December 2020 to MUR 37.9 billion at December 2021.

The Bank remained prudent on the lending side in these uncertain economic environment which resulted in a slight decline in its loan portfolio from MUR 22.5 billion at December 2020 to MUR 21.7 billion at December 2021.

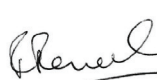
The Bank was successful in offloading some high value impaired loans and this resulted in a significant drop in the impaired loans portfolio from MUR 1,955 million (NPL ratio of 8.67%) as at December 2020 to MUR 701 million (NPL ratio of 3.23%) as at December 2021.

Both the liquidity position as well as the capital of the Bank remained strong as at December 2021. The Bank reported a Liquidity Coverage Ratio of 298%, a capital adequacy ratio of 20.89% and a tier 1 ratio of 4.16%. The Bank remained one of the best capitalised banks on the market.

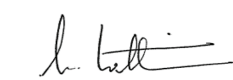
SUMMARY STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

	Dec 2021	Dec 2020	Dec 2019
	MUR 000	MUR 000	MUR 000
ASSETS			
Cash and cash equivalents	10,449,280	12,176,779	7,945,661
Derivative assets held for risk management	42,826	32,891	3,770
Loans and advances to banks	3,336,245	1,983,472	4,912,421
Securities purchased under agreement to resell	-	-	2,034,570
Loans and advances to customers	17,474,549	18,656,594	22,928,271
Investment in financial instruments measured at fair value through other comprehensive income (FVTOCI)	2,083,101	12,035,154	2,568,506
Investment in financial instruments measured at amortised cost	10,320,960	10,228,322	13,066,886
Right-Of-Use assets	89,359	40,375	55,096
Property and equipment	435,830	345,607	371,821
Intangible assets	130,666	111,585	138,466
Deferred tax assets	45,936	88,682	51,277
Other assets	1,387,575	1,448,071	1,546,750
Total Assets	45,796,327	57,147,532	55,623,495
LIABILITIES			
Deposits from customers	37,915,989	48,050,492	48,138,611
Derivative liabilities held for risk management	3,112	13,041	33,348
Other borrowed funds	2,055,978	3,767,074	2,449,494
Subordinated liabilities	1,396,543	1,387,217	713,831
Pension obligations	60,810	80,146	43,891
Current tax liabilities	27,553	1,783	59,037
Other liabilities	528,230	381,048	576,053
Lease liabilities	96,615	48,074	57,723
Total Liabilities	42,084,830	53,728,875	52,071,988
EQUITY			
Stated capital	1,456,456	1,456,456	1,156,456
Retained earnings	1,725,369	1,376,237	1,875,669
Other reserves	529,672	585,964	519,382
Total Equity	3,711,497	3,418,657	3,551,507
Total Equity and Liabilities	45,796,327	57,147,532	55,623,495

These financial statements were approved and authorised for issue by the Board of Directors on 04 March 2022.



Roselyne Renel
Chairperson



Mark Watkinson
Chief Executive Officer



Leonard Mususa
Chairman of the Board Audit Committee

SUMMARY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2021

	Dec 2021	Dec 2020	Dec 2019
	MUR 000	MUR 000	MUR 000
Cash flows from operating activities			
Profit/(loss) before income tax	522,466	(531,544)	699,141
Net change on provision for credit impairment	(71,799)	1,073,659	95,369
Depreciation	40,543	43,104	43,748
Amortisation	35,318	35,517	35,080
Gain on disposal of property and equipment	(245)	(402)	(139)
Change in provisions and pensions obligation	9,915	8,488	5,064
Gain on sale of securities	(122,032)	(38,464)	(6,826)
Exchange gain and others	-	272,944	21,075
Net interest income	(815,007)	(927,179)	(1,087,656)
(400,841)	(63,877)	(195,144)	
Changes in operating assets and liabilities			
Movement in derivatives	(19,864)	(49,428)	36,315
(Increase)/decrease in loans and advances			
-to banks	(2,061,525)	2,951,010	(1,938,625)
-to customers	1,944,693	3,253,311	(2,073,391)
Decrease/(increase) in securities purchased under agreement to resell	-	2,037,050	(2,035,393)
(Increase)/decrease in other assets	(27,831)	92,817	(482,225)
(Decrease)/increase in deposits from customers	(10,124,845)	(92,198)	14,643,385
Increase/(decrease) in other liabilities	154,907	(196,730)	206,919
Interest received	1,210,884	1,401,666	1,616,357
Interest paid	(345,794)	(555,765)	(534,084)
Income tax paid	(31,258)	(52,474)	(30,050)
Net cash (used in) / from operating activities	(9,701,474)	8,725,382	9,214,064
Cash flows used in investing activities			
Purchase of investment securities	(31,189,349)	(150,471,330)	(29,553,832)
Proceeds from sale of investment securities	41,056,959	143,984,117	20,225,868
Purchase of property and equipment	(113,156)	(6,845)	(18,746)
Proceeds from sale of other assets	-	-	180
Proceeds from sale of property and equipment	296	765	-
Purchase of intangible assets	(64,999)	(8,636)	(12,469)
Net cash from / (used in) investing activities	9,689,751	(6,501,929)	(9,358,999)
Cash flows from financing activities			
Issue of shares	-	300,000	300,000
Proceeds from subordinated liabilities	7,840	595,000	-
Repayment of other borrowed funds	(1,711,917)	(264,792)	(79,866)
Proceeds from other borrowed funds	-	1,384,419	1,366,125
Dividend paid	-	-	(138,000)
Repayment of the lease liabilities	(11,699)	(6,962)	(6,551)
Net cash (used in) / from financing activities	(1,715,776)	2,007,665	1,441,708
Cash and cash equivalents at the beginning of the year	12,176,779	7,945,661	6,648,888
Net cash (used in)/from operating activities	(9,701,474)	8,725,382	9,214,064
Net cash from/(used in) investing activities	9,689,751	(6,501,929)	(9,358,999)
Net cash (used in) / from financing activities	(1,715,776)	2,007,665	1,441,708
Net (decrease)/increase in cash and cash equivalents	(1,727,499)	4,231,118	1,296,773
Cash and cash equivalents at end of year	10,449,280	12,176,779	7,945,661

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

Opinion
The summary financial statements, which comprise the summary statement of financial position as at 31 December, 2021, the summary statement of profit or loss, the summary statement of other comprehensive income, the summary statement of changes in equity and the summary statement of cash flows for the year then ended and related to note 1, are extracted from the audited financial statements of Bank One Limited (the "Bank") for the year ended 31 December, 2021.

In our opinion, the accompanying summary financial statements are consistent in all material respects, with the audited financial statements of the Bank 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

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by the 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.

SUMMARY STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED 31 DECEMBER 2021

	Dec 2021	Dec 2020	Dec 2019
	MUR 000	MUR 000	MUR 000
Interest income	1,155,343	1,487,023	1,685,135
Interest expense	(340,336)	(559,844)	(597,479)
Net interest income	815,007	927,179	1,087,656
Fee and commission income	607,911	689,113	671,250
Fee and commission expense	(329,633)	(497,249)	(394,526)
Net fee and commission income	278,278	191,864	276,724
Net gain on dealing in foreign currencies and derivatives	164,391	159,631	138,099
Net gain from derecognition of financial assets measured at fair value through other comprehensive income (FVTOCI)	93,224	38,464	6,826
Other operating income	29,053	402	139
286,668	198,497	145,064	
Operating income	1,379,953	1,317,540	1,509,444
Personnel expenses	(557,059)	(447,820)	(447,389)
Depreciation and amortisation	(75,861)	(78,621)	(78,828)
Other expenses	(296,366)	(248,984)	(188,717)
(929,286)	(775,425)	(714,934)	
Profit before impairment	450,667	542,115	794,510
Net impairment reversal/(loss) on financial assets	71,799	(1,073,659)	(95,369)
Profit/(loss) before income tax	522,466	(531,544)	699,141
Income tax (expense)/credit	(109,042)	39,819	(68,683)
Profit/(loss) for the year	413,424	(491,725)	630,458

SUMMARY STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2021

	Dec 2021	Dec 2020	Dec 2019
	MUR 000	MUR 000	MUR 000
Profit/(loss) for the year	413,424	(491,725)	630,458
Other Comprehensive income :			
<i>Items that will not be reclassified subsequently to profit or loss:</i>			
Remeasurement of defined pension obligation, net of tax	27,361	(27,280)	(22,133)
Movement in investment revaluation reserve for equity instruments at FVTOCI	(1,882)	(10,585)	2,077
<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 instruments during the year	(93,224)	(38,464)	(18,755)
Loss allowance relating to debt instruments held at FVTOCI	1,264	3,395	-
(Losses)/gains on FVTOCI instruments during the year	(54,103)	131,809	63,683
Other Comprehensive (loss)/ income for the year	(120,584)	58,875	24,872
Total Comprehensive income/(loss) for the year	292,840	(432,850)	655,330

SUMMARY STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2021

	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
Balance as at 1 January 2019	856,456	97,313	306,969	37,030	(4,471)	(47,752)	1,488,632	2,734,177
Profit for the year	-	-	-	-	-	-	630,458	630,458
Other comprehensive income for the year	-	-	-	-	47,005	(22,133)	-	24,872
Transfer to general banking reserve	-	-	-	10,852	-	-	(10,852)	-
Transfer to statutory reserve	-	-	94,569	-	-	-	(94,569)	-
Total comprehensive income	-	-	94,569	10,852	47,005	(22,133)	525,037	655,330
Transaction with owners								
Issue of shares	300,000	-	-	-	-	-	-	300,000
Dividend	-	-	-	-	-	-	(138,000)	(138,000)
Total transaction with owners	300,000	-	-	-	-	-	(138,000)	162,000
Balance as at 31 December 2019	1,156,456	97,313 </						