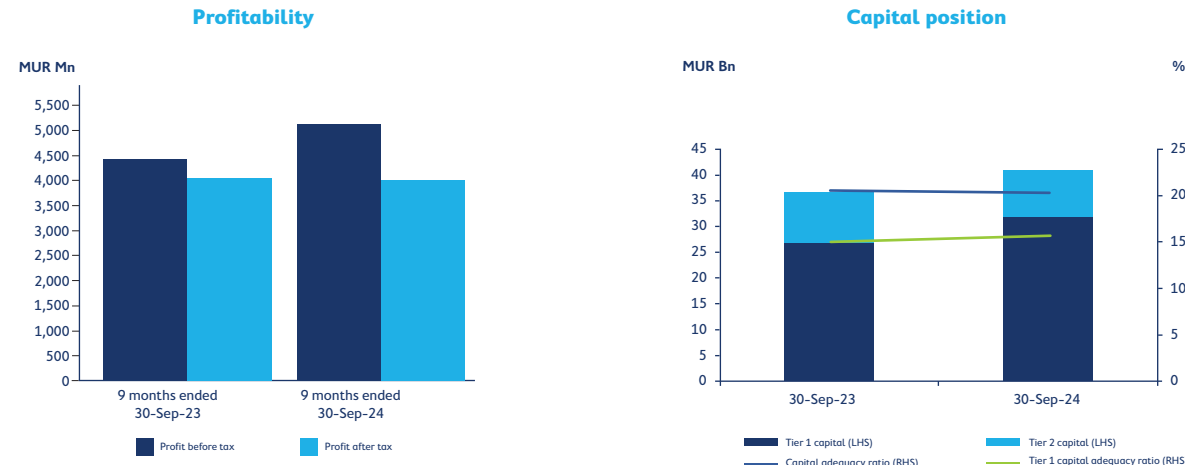


## Key highlights



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

### Introduction

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.

### Scope of 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.

### Conclusion

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.

**Deloitte Chartered Accountants**

Date: 08 November 2024

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

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

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

Mr. Abdul Sattar Adam Ali Mamode HAJEE ABDLOULA  
Chairman

Dr. Subhas THECKA  
Chairman, Audit Committee

## INTERIM UNAUDITED CONDENSED STATEMENTS OF PROFIT OR LOSS 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
Interest income using the effective interest method	5,899,833	5,294,237	16,650,789	15,060,962	20,223,838
Other interest income	180,285	63,842	502,400	158,081	328,406
Interest expense using the effective interest method	(3,063,016)	(2,466,927)	(8,573,609)	(7,053,446)	(9,245,282)
Other interest expense	(131,336)	(41,556)	(331,408)	(122,663)	(664,631)
<b>Net interest income</b>	<b>2,885,766</b>	<b>2,849,596</b>	<b>8,248,172</b>	<b>8,042,934</b>	<b>10,642,331</b>
Fee and commission income	614,192	620,733	1,792,447	1,982,888	2,582,141
Fee and commission expense	(29,250)	(33,501)	(94,406)	(92,984)	(137,358)
<b>Net fee and commission income</b>	<b>584,942</b>	<b>587,232</b>	<b>1,698,041</b>	<b>1,889,904</b>	<b>2,444,783</b>
Other income					
Net trading income	960,993	650,913	2,089,665	1,718,374	2,180,663
Net (losses)/gains from financial assets measured at FVTPL	(48,452)	(109,996)	(23,047)	(153,065)	40,253
Net gains/(losses) on derecognition of financial assets measured at amortised cost	-	151,322	(11,443)	123,241	(21,394)
Net gains on derecognition of financial assets measured at FVTOCI	23,613	6,515	53,250	54,581	44,962
Other operating (expense)/income	(70,961)	5,044	405,975	301,418	299,249
<b>Non-interest income</b>	<b>1,450,135</b>	<b>1,291,030</b>	<b>4,212,441</b>	<b>3,934,453</b>	<b>4,988,516</b>
<b>Operating income</b>	<b>4,335,901</b>	<b>4,140,626</b>	<b>12,460,613</b>	<b>11,977,387</b>	<b>15,630,847</b>
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)
Depreciation of right of use assets	(59,209)	(54,242)	(177,524)	(184,105)	(238,631)
Amortisation of intangible assets	(180,178)	(115,441)	(493,986)	(381,402)	(531,095)
Other expenses	(896,271)	(1,085,714)	(3,213,529)	(3,022,915)	(4,228,071)
<b>Non-interest expense</b>	<b>(2,403,762)</b>	<b>(2,378,169)</b>	<b>(7,668,606)</b>	<b>(6,998,996)</b>	<b>(9,603,884)</b>
<b>Profit before credit loss expense</b>	<b>1,932,139</b>	<b>1,762,457</b>	<b>4,792,007</b>	<b>4,978,391</b>	<b>6,026,963</b>
Credit loss movement on financial assets and memorandum items	228,876	(191,082)	333,110	(553,576)	(1,047,247)
<b>Profit before income tax</b>	<b>2,161,015</b>	<b>1,571,375</b>	<b>5,125,117</b>	<b>4,424,815</b>	<b>4,979,716</b>
Tax (expense)/credit	(448,927)	63,793	(1,105,878)	(371,362)	(662,779)
<b>Profit for the quarter/period/year attributable to owners of the Company</b>	<b>1,712,088</b>	<b>1,635,168</b>	<b>4,019,239</b>	<b>4,053,453</b>	<b>4,316,937</b>
<b>Earnings per share:</b>					
Basic and Diluted (Cents)	66.3	63.3	155.7	157.0	167.2

## Performance

The SBM Group reported an increase in profit before tax from MUR 4.4 billion to MUR 5.1 billion for the nine months ended 30 September 2024. Profit after tax stands at MUR 4.0 billion for the period, which represents a marginal 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. Deposits from non-bank customers grew by MUR 38.5 billion, reaching MUR 329.1 billion as at 30 September 2024.

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

## Outlook

Whereas global growth is proving to be underwhelming as per the IMF, the Mauritian economy is posting a resilient performance. In this context, the SBM Group will execute its growth strategy in a determined, yet vigilant, way. It will thoughtfully pursue its strategic endeavours across entities and jurisdictions, alongside aiming to further reinforce its internal capabilities and risk management framework.

At the same time, the SBM Group remains committed to contributing to the continued advancement of the Mauritian economy and society, while generating meaningful and sustainable value for all its stakeholders.

Mr. Abdul Sattar Adam Ali Mamode HAJEE ABDLOULA  
Chairman  
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
<b>Profit for the quarter/period/year attributable to owners of the Company</b>	<b>1,712,088</b>	<b>1,635,168</b>	<b>4,019,239</b>	<b>4,053,453</b>	<b>4,316,937</b>
<b>Other comprehensive income:</b>					
Items 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)
Remeasurement of defined benefit pension plan	-	-	-	-	(204,466)
Deferred tax on revaluation of property	-	(72,151)	-	(72,151)	-
Deferred tax on remeasurement of defined benefit pension plan	-	-	-	-	27,784
Net gain/(loss) on equity instruments designated at FVTOCI	-	64,004	(5,204)	78,883	77,347
	-	32,186	(5,204)	77,880	(145,448)
Items 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					
Movement in fair value during the quarter/period/year	926,818	447,088	1,149,476	1,333,934	1,335,432
Fair value loss reclassified to profit or loss on derecognition	(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
<b>Total other comprehensive income attributable to owners of the Company</b>	<b>614,982</b>	<b>124,008</b>	<b>1,624,344</b>	<b>983,227</b>	<b>712,615</b>
<b>Total comprehensive income attributable to owners of the Company</b>	<b>2,327,070</b>	<b>1,759,176</b>	<b>5,643,583</b>	<b>5,036,680</b>	<b>5,029,552</b>

## INTERIM UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024

	The Group		
	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
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)
<b>Net change in cash and cash equivalents</b>	<b>14,714,848</b>	<b>(19,179,744)</b>	<b>(6,131,948)</b>
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
<b>Cash and cash equivalents at end of period/year</b>	<b>39,192,836</b>	<b>11,470,468</b>	<b>23,827,701</b>

## INTERIM UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2024

The Group	Stated capital	Treasury shares	Statutory reserve	Retained earnings	Property revaluation reserve	Other reserves*	Total equity
	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000
<b>At 01 January 2023</b>	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
Other comprehensive income/(loss) for the period	-	-	-	40,333	(41,336)	984,230	983,227
<b>Total comprehensive income/(loss) for the period</b>	-	-	-	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)
<b>At 30 September 2023</b>	32,500,204	(4,875,031)	763,991	9,390,956	193,692	(6,283,851)	31,682,833
<b>At 01 January 2024</b>	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
Other comprehensive (loss)/income for the year	-	-	-	(183,128)	(39,667)	935,410	712,615
<b>Total comprehensive income/(loss) for the year</b>	-	-	-	4,133,809	(39,667)	935,410	5,029,552
Appropriation of reserves	-	-	28,731	(67,642)	-	38,911	-
Revaluation surplus realised on depreciation	-	-	-	51,883	(51,883)	-	-
Dividend	-	-	-	(516,358)	-	-	(516,358)
<b>At 31 December 2023</b>	32,500,204	(4,875,031)	763,991	9,511,081	182,309	(6,399,721)	31,682,833
<b>At 01 January 2024</b>	32,500,204	(4,875,031)	763,991	9,511,081	182,309	(6,399,721)	31,682,833
Profit for the period	-	-	-	4,019,239	-	-	4,019,239