

### Financial Highlights

The Bank has been successful in growing its assets base from MUR 40 billion in 2018 to reach MUR 55.6 billion as at 31 December 2019, representing an increase of 39%. Gross loans book went up from MUR 25 billion as at December 2018 to MUR 29 billion as at December 2019, representing an 18% year on year growth, contributed by both Segment A and Segment B businesses.

After net impairment of MUR 95 million and a MUR 38 million impact of the newly introduced special levy, the Bank closed the year with total profit after tax of MUR 630 million. The gross NPL ratio was brought down from 4.74% in 2018 to 4.23% as at December 2019. With this strong performance, the bank improved further its capital base and reported a Capital Adequacy Ratio of 14.71% as at December 2019. The Bank delivered a return on average equity a return on average assets of 20.58% and 1.46% respectively to its shareholders

SUMMARY STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2019				
	Dec- 19	Dec-18	Dec-17	
	Rs 000	Rs 000	Rs 000	
ASSETS				
Cash and cash equivalents	6,646,989	7,685,450	4,221,988	
Derivative assets held for risk management	3,770	8,275	4,824	
Loans and advances to banks	4,912,421	2,943,988	3,707,245	
Securities purchased under agreement to resell	2,035,393	-	-	
Loans and advances to customers	22,928,271	20,668,902	17,746,327	
Investment in financial instruments measured at fair value	2,568,506	2,044,702	2,249,806	
Investment in financial instruments measured at amortised cost	14,334,293	4,687,679	1,968,379	
Right-Of-Use assets	55,096	-	-	
Property and equipment	371,821	394,301	403,161	
Intangible assets	138,466	156,539	41,580	
Deferred tax assets	51,277	46,980	71,766	
Other assets	1,577,192	1,368,775	1,296,936	
Total assets	55,623,495	40,005,591	31,712,012	
LIABILITIES				
Deposits from customers	48,138,611	33,431,831	28,299,442	
Derivative liabilities held for risk management	33,348	1,538	822	
Other borrowed funds	2,449,494	2,690,235	123,441	
Subordinated liabilities	713,831	699,636	512,205	
Current tax liabilities	20,734	14,616	11,609	
Other liabilities	658,247	433,558	304,228	
Leased liabilities	57,723			
Total Liabilities	52,071,988	37,271,414	29,251,747	
EQUITY				
Stated capital	1,156,456	856,456	856,456	
Retained earnings	1,875,669	1,488,632	1,239,958	
Other reserves	519,382	389,089	363,851	

SUMMARY STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED 31 DECEMBER 2019					
	Dec- 19	Dec-18	Dec-17		
_	Rs 000	Rs 000	Rs 000		
Interest income	1,685,135	1,395,469	1,080,674		
Interest expense	(597,479)	(441,723)	(367,117)		
Net interest income	1,087,656	953,746	713,557		
Fee and commission income	671,250	500,317	271,295		
Fee and commission expense	(394,526)	(281,824)	(123,196)		
Net fee and commission income	276,724	218,493	148,099		
- Net gain on dealing in foreign curren- cies and derivatives	138,099	103,049	82,917		
Net gain from derecognition of financial assets measured at fair value through other comprehensive income	6,826	105	14,379		
Other operating income	139	147,722	608		
_	145,064	250,876	97,904		
Operating income	1,509,444	1,423,115	959,560		
Personnel expenses	(447,389)	(406,765)	(367,600)		
Depreciation and amortisation	(78,828)	(50,263)	(43,691)		
Other expenses	(227,020)	(177,192)	(136,203)		
	(753,237)	(634,220)	(547,494)		
Profit before impairment	756,207	788,895	412,066		
Net impairment loss on financial assets	(95,369)	(340,213)	(11,299)		
Total impairment loss	(95,369)	(340,213)	(11,299)		
Profit before income tax	660,838	448,682	400,767		
Income tax expense	(30,380)	(55,223)	(26,568)		
Profit for the year	630,458	393,459	374,199		
_					

69.55

45.94

43.69

These financial statements were approved and authorised for issue by the Board of Directors on 13 March 2020.

2,734,177 40,005,591

3,551,507

55,623,495

Ms. Sandra Martyres Chairperson of the Board of Directors

**Total Equity** 

**Total Equity and Liabilities** 

Ravneet Chowdhury Chief Executive Officer

May

2,460,265

31,712,012

Leonard Clement Mususa Director

Earnings per share (Rs)

	Stated capital	Revaluation surplus	Statutory reserve	General Banking reserve	Fair value reserve	Retirement Benefit Plan Reserve	Retained earnings	Tota equit
	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 000	Rs 00
Balance as at 1 January 2017	856,456	77,334	191,821	54,328	14,205	(32,816)	967,011	2,128,33
Profit for the year	-	-	-	-	-	-	374,199	374,19
Other comprehensive income for the year	-	14,934	-	-	(5,668)	(25,539)	-	(16,273
Transfer to general banking reserve	-	-	-	19,123	-	-	(19,123)	
ransfer to statutory reserve			56,129	-	_		(56,129)	
otal comprehensive income	-	14,934	56,129	19,123	(5,668)	(25,539)	298,947	357,92
ransactions with owners								
Dividend			<u> </u>				(26,000)	(26,000
Total transactions 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	2,460,26
alance as at 1 January 2018	856,456	92,268	247,950	73,451	8,537	(58,355)	1,239,958	2,460,26
npact of adopting IFRS 9	-	-	-	(41,435)	-	-	(1,652)	(43,08
estated balance as at 1 January 2018	856,456	92,268	247,950	32,016	8,537	(58,355)	1,238,306	2,417,17
rofit for the year	-	-	-	-	-	-	393,459	393,45
ther comprehensive income for the year	-	5,045	-	-	(13,008)	10,603	-	2,64
ransfer to general banking reserve	-	-	-	5,014	-	-	(5,014)	
ransfer to statutory reserve	-	-	59,019	-	-	-	(59,019)	
otal comprehensive income		5,045	59,019	5,014	(13,008)	10,603	329,426	396,09
ransactions with owners								
Dividend			_		_		(79,100)	(79,10
Total transactions with owners			_	-	_		(79,100)	(79,10
alance as at 31 December 2018	856,456	97,313	306,969	37,030	(4,471)	(47,752)	1,488,632	2,734,17
alance as at 1 January 2019	856,456	97,313	306,969	37,030	(4,471)	(47,752)	1,488,632	2,734,17
rofit for the year	-	-	-	-	-	-	630,458	630,45
Other comprehensive income for the year	-	-	-	-	47,005	(22,133)	-	24,87
ransfer to general banking reserve	-	-	-	10,852	-	-	(10,852)	
ransfer to statutory reserve			94,569		-		(94,569)	
otal comprehensive income		-	94,569	10,852	47,005	(22,133)	525,037	655,33
ransactions with owners								
ssue of shares	300,000	-	-	-	-	-	-	300,00
Dividend			<u> </u>				(138,000)	(138,00
Total transactions with owners	300,000	_	_		_	_	(138,000)	162,00

1,156,456

97,313

## **Bank One Limited**

Independent auditor's report to the Shareholders of

#### Opinion The summary financial statements, which comprise the summary statement of financial

Balance as at 31 December 2019

(Consolidated in MUR'000s)

Other cash inflows

**TOTAL CASH INFLOWS** 

position as at December 31, 2019, the summary statement of profit or loss and other comprehensive income, the summary statement of changes in equity and the summary 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, 2019. 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 and the Financial Reporting Act 2004.

## **Summary Financial Statements**

401,538

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.

42,534

(69,885) 1,875,669 3,551,507

#### The Audited Financial Statements and Our Report Thereon We expressed an unmodified audit opinion on the audited financial statements in our

Responsibilities of Directors for the Summary Financial Statements

47,882

report dated March 13, 2020. 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.

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

### SUMMARY STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2019

**Dec- 19** Dec-18 Dec-17

	Rs 000	Rs 000	Rs 000
Profit for the year	630,458	393,459	374,199
Other Comprehensive Income			
Items that will not be reclassified subsequently to profit or loss:			
Remeasurement of defined benefit obligation, net of tax	(22,133)	10,603	(25,539)
Revaluation on building, net of tax	-	5,045	14,934
Movement in investment revaluation reserve for equity instruments at FVTOCI	2,077	1,260	77
Items that may be reclassified subsequently to profit or loss:			
Movement in investment revaluation reserve for debt instruments at FVTOCI/AFS investments securities, net of tax:			
Reclassification of (losses)/gains during the period	(18,755)	1,124	1,584
Gains/(losses) arising during the period	63,683	(15,392)	(7,329)
Other Comprehensive Income for the year	24,872	2,640	(16,273)

or debt instruments at FVTOCI/AFS envestments securities, net of tax:			
eclassification of (losses)/gains during the eriod	(18,755)	1,124	1,584
sains/(losses) arising during the period	63,683	(15,392)	(7,329)
Other Comprehensive Income for the year	24,872	2,640	(16,273)
otal Comprehensive Income for the year	655,330	396,099	357,926
SUMMARY STATEMENT OF CASH ENDED 31 DECEME		OR THE YE	EAR
	Dec- 19	Dec-18	Dec-17
	Rs 000	Rs 000	Rs 000
ash flows from operating activities			

	Dec- 19	Dec-18	Dec-17
	Rs 000	Rs 000	Rs 000
Cash flows from operating activities			
Profit before income tax	660,838	448,682	400,767
Net change on provision for credit impairment	95,369	340,213	11,299
Depreciation	43,748	36,141	30,110
Amortisation	35,080	14,122	13,581
(Gain)/loss on disposal of property and equipment	(139)	(6,901)	643
Change in provisions and pensions obligations	5,064	5,062	14,817
Gain on sale of securities	(6,826)	(103)	(14,379)
Exchange gain/(loss) and others	59,378	(619)	42,805
Net interest income	(1,087,656)	(953,746)	(713,557)
	(195,144)	(117,149)	(213,914)
Changes in operating assets and liabilities			
Movement in Derivatives	36,315	(2,735)	(14,088)
(Increase)/decrease in loans and advances			
-to banks	(1,938,625)	781,794	(2,076,646)
-to customers	(2,073,391)	(3,294,501)	(3,934,211)
Increase in securities purchased under agreement to resell	(2,035,393)	-	-
Increase in other assets	(482,225)	(99,249)	(249,863)
Increase in deposits from customers	14,643,385	5,133,850	6,073,781
Increase in other liabilities	206,919	119,135	33,070
Interest received	1,616,357	1,376,556	1,027,098
Interest paid	(534,084)	(443,184)	(328,754)
Income tax paid	(30,050)	(22,421)	(14,589)
Not each from operating activities	0 214 064	3 133 006	301.884

Interest received	1,616,357	1,376,556	1,027,098
Interest paid	(534,084)	(443,184)	(328,754)
Income tax paid	(30,050)	(22,421)	(14,589)
Net cash from operating activities	9,214,064	3,432,096	301,884
Cash flows used in investing activities			
Purchase of investment securities	(29,553,832)	(6,900,110)	(9,245,028)
Proceeds from sale of investment securities	20,225,868	4,459,719	8,296,875
Purchase of property and equipment	(18,746)	(23,434)	(50,515)
Proceeds from sale of other assets	180	6,647	-
Proceeds from sale of property and equipment	-	889	197
Purchase of intangible assets	(12,469)	(129,081)	(14,468)
Net cash used in investing activities	(9,358,999)	(2,585,370)	(1,012,939)
Cash flows from financing activities			
Cash flows from financing activities Issue of shares	300,000	-	-
•	300,000 (79,866)	- (42,697)	- (41,273)
Issue of shares	•	- (42,697) 1,032,600	- (41,273) -
Issue of shares Repayment of other borrowed funds	(79,866)		(41,273) -
Issue of shares Repayment of other borrowed funds Proceeds from other borrowed funds	(79,866)	1,032,600	(41,273) - - (50,000)
Issue of shares Repayment of other borrowed funds Proceeds from other borrowed funds Proceeds from subordinated liabilities	(79,866)	1,032,600	-
Issue of shares Repayment of other borrowed funds Proceeds from other borrowed funds Proceeds from subordinated liabilities Repayment of subordinated liabilities	(79,866) 1,366,125 -	1,032,600	(50,000)
Issue of shares Repayment of other borrowed funds Proceeds from other borrowed funds Proceeds from subordinated liabilities Repayment of subordinated liabilities Dividend paid	(79,866) 1,366,125 - (138,000)	1,032,600	(50,000)
Issue of shares Repayment of other borrowed funds Proceeds from other borrowed funds Proceeds from subordinated liabilities Repayment of subordinated liabilities Dividend paid Repayment of the lease liabilities Net cash from/(used in) financing	(79,866) 1,366,125 - (138,000) (6,551)	1,032,600 200,000 - (79,100)	(50,000)
Issue of shares Repayment of other borrowed funds Proceeds from other borrowed funds Proceeds from subordinated liabilities Repayment of subordinated liabilities Dividend paid Repayment of the lease liabilities Net cash from/(used in) financing activities  Cash and cash equivalents at the	(79,866) 1,366,125 - (138,000) (6,551) 1,441,708	1,032,600 200,000 - (79,100) - 1,110,803	(50,000) (26,000) (117,273)

## **Auditor's Responsibility**

Net cash from/(used in) financing

Net increase/(decrease) in cash and

Cash and cash equivalents at end of

1,492,254

11,208,918

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.

**1,441,708** 1,110,803

1,957,529

6,648,888

1,296,773

7,945,661

(117,273)

(828, 328)

4,691,359

activities

cash equivalents

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 Mauritius 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 13 March 2020 Chartered Accountants

# Note 1:

TOTAL UNWEIGHTED VALUE (quarterly

average of monthly observations)

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 2019. 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 and the Financial Reporting Act 2004, are available on the Bank's website:www.bankone.mu

The summary financial statements comprise the summary statement of financial position as at 31 December 2019 and the summary statement of profit or loss and other comprehensive income, the summary statement of changes in equity and the summary statement of cash flows for the year then ended, as presented in the audited financial statements for the year.

**TOTAL WEIGHTED VALUE (quarterly** 

average of monthly observations)

Liquidity Coverage Ratio - Quarter ending December 2019

HIGH-QUALITY LIQUID ASSETS		
Total high-quality liquid assets (HQLA)	7,299,517	7,299,517
CASH OUTFLOWS		
Retail deposits and deposits from small business customers, of which:		
Less stable deposits	15,874,166	1,587,417
Unsecured wholesale funding, of which:		
Non-operational deposits (all counterparties)	14,959,251	5,983,700
Unsecured debt	1,738,483	1,738,483
Additional requirements, of which:		
Credit and liquidity facilities	1,412,254	1,087,632
Other contractual funding obligations	1,118,228	1,118,228
Other contingent funding obligations	775,169	38,758
TOTAL CASH OUTFLOWS	3,305,650	2,244,618
CASH INFLOWS		
Secured funding	7,080,847	7,080,847
Inflows from fully performing exposures	2,635,818	1,317,909

TOTAL ADJUSTED VALUE

1,492,254

9.891.009

7,299,517 2,472,752

**TOTAL HQLA TOTAL NET CASH OUTFLOWS** 

**LIQUIDITY COVERAGE RATIO (%)** 295% **QUARTERLY AVERAGE OF DAILY HQLA** 6,419,239

daily HQLA' are based on business days figures over the 1st October 2019 to 31st December 2019's period. Comments: As at end of December 2019, the bank's quarterly average LCR stood at 295%, indicating a healthy liquidity position significantly above 100%. This is due to a rise in investment in eligible

Notes: The reported values for 'quarterly average of monthly observations' are based on October, November and December 2019 month end figures. The reported values for 'quarterly average of

securities qualified as HQLA which is primarily made up of cash, unrestricted balances with Central Bank, Sovereign and Central Bank Securities. The Bank's Total Net Cash Outflow from October 2019 to December 2019 showed a slight regression and this has reflected in the quarterly average LCR from 282% to 295%. The bank is proactively

managing the ratio by an ongoing monitoring of the stock of High Quality Liquid Assets (HQLA) in order to meet liquidity and regulatory needs.