

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
ASSETS			
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 instrumnts 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
Total Assets	46,829,197	45,796,327	57,147,532
LIABILITIES			
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
Total Liabilities	43,194,506	42,084,830	53,728,875
EQUITY			
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
Total Equity	3,634,691	3,711,497	3,418,657
Total Equity and Liabilities	46,829,197	45,796,327	57,147,532

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
Cash flows from operating activities			
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)
Changes in operating assets and liabilities			
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)
Net cash (used in)/generated from operating activities	(3,616,159)	(9,701,474)	8,725,382
Cash flows used in investing activities			
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)
Net cash (used in)/generated from investing activities	(191,256)	9,689,751	(6,501,929)
Cash flows from financing activities			
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)
Net cash generated from/(used in) financing activities	256,750	(1,715,776)	2,007,665
Cash and cash equivalents at the beginning of the year			
	10,449,280	12,176,779	7,945,661
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
Net (decrease)/increase in cash and cash equivalents	(3,550,665)	(1,727,499)	4,231,118
Cash and cash equivalents at end of year	6,898,615	10,449,280	12,176,779

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.

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)
High-quality liquid assets		
Total high-quality liquid assets (HQLA)	5,416,921	5,416,921
CASH OUTFLOWS		
Retail deposits and deposits from small business customers, of which:		
Less stable deposits	13,405,381	1,340,538
Unsecured wholesale funding, of which:		
Non-operational deposits (all counterparties)	12,010,632	4,804,253
Unsecured debt	2,198,133	2,198,133
Additional requirements, of which:		
Credit and liquidity facilities	798,801	180,063
Other contractual funding obligations	2,952	2,952
Other contingent funding obligations	453,934	22,697
TOTAL CASH OUTFLOWS	28,869,833	8,548,636
CASH INFLOWS		
Secured funding	7,406,575	7,406,575
Inflows from fully performing exposures	860,162	430,081
Other cash inflows	1,157	1,157
TOTAL CASH INFLOWS	8,267,894	7,837,813
		TOTAL ADJUSTED VALUE
TOTAL HQLA		5,416,921
TOTAL NET CASH OUTFLOWS		1,959,453
LIQUIDITY COVERAGE RATIO (%)		276%
QUARTERLY AVERAGE OF DAILY HQLA		5,495,639

Notes: The reported values for 'quarterly average of monthly observations' are based on October, November and December 2022 month end figures.

The reported values for 'quarterly average of daily HQLA' are based on business days figures over 1st October 2022 to 31st December 2022's period.

COMMENTS

- As at the end of December 2022 the Bank's quarterly average LCR was 276%, significantly above the regulatory minimum of 100%.

- This is driven by an excess of MUR 3.4Bn 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.