

FINANCIAL HIGHLIGHTS

Total assets as at June 2023 closed at Rs49.9 billion registering a growth of 13% compared to June 2022 (December 2022: Rs46.8 billion)

The Bank grew its net loan and advances books, both local and offshore, by 24% compared to June 2022, closing at Rs25 billion at June 2023 (December 2022:Rs25.3 billion).

Deposit books stood at Rs 41.1b billion growing by 12% against that of June 2022 (Rs 38.2 billion as at December 2022)

The impairment ratio rose from 3.02% as at June 2022 to 4.20% as at end of June 2023 with the classification of one large offshore account (December 2022: 2.23%).

The Bank reported profit after tax of Rs165m for the quarter under review compared to Rs65m in quarter ended June 2022. Improvement in the interest margins alongside with assets growth and some one-off impairment recoveries largely contributed to this performance.

The Bank's Capital Adequacy Ratio remained at a comfortable position of 16.61% as at June 2023 (June 2022: 20.19% and December 2022: 17.76%) against a regulatory limit of 12.50%.

The consolidated LCR of 271% at end of June 2023 reflects the strong liquidity position of the bank (December 2022: 276%).

Commendable performance for Bank One with its laudable profitability, and comfortable liquidity and capital positions.

INTERIM UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

	Unaudited 30 June 2023	Audited 31 Dec 2022
	Rs 000	Rs 000
ASSETS		
Cash and cash equivalents	9,512,857	6,898,615
Derivative assets held for risk management	108,431	3,116
Non-current asset held-for-sale	45,800	45,000
Loans and advances to banks	4,597,609	5,147,185
Loans and advances to customers	20,399,070	20,180,265
Investment in financial instruments measured at fair value through other comprehensive income ("FVTOCI")	3,621,122	1,402,874
Investment in financial instruments measured at amortised cost	9,310,129	10,922,555
Right-Of-Use assets	77,285	76,965
Property and equipment	387,870	403,005
Intangible assets	128,504	133,583
Deferred tax assets	38,126	44,515
Other assets	1,714,851	1,571,519
Total Assets	49,941,654	46,829,197
LIABILITIES		
Deposits from customers	41,091,121	38,242,254
Derivative liabilities held for risk management	7,301	26,439
Other borrowed funds	3,261,552	2,932,664
Subordinated liabilities	1,161,446	1,289,279
Pension obligations	84,453	84,453
Current tax liabilities	15,384	22,657
Other liabilities	520,894	512,143
Lease liabilities	85,841	84,617
Total Liabilities	46,227,992	43,194,506
EQUITY		
Stated capital	1,456,456	1,456,456
Retained earnings	1,684,654	1,646,082
Other reserves	572,552	532,153
Total Equity	3,713,662	3,634,691
Total Equity and Liabilities	49,941,654	46,829,197

This interim unaudited condensed financial information was approved and authorised for issue by the Board of Directors on 11 August 2023.

Director

Director

INTERIM UNAUDITED CONDENSED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 JUNE 2023

	Unaudited six months ended 30 June 2023	Unaudited six months ended 30 June 2022
	Rs 000	Rs 000
Cash and cash equivalents at beginning of period	6,898,615	10,449,280
Net cash from/ (used in) operating activities	3,363,200	(162,909)
Net cash used in investing activities	(680,144)	(1,915,852)
Net cash used in financing activities	(68,814)	(331,596)
Net increase/(decrease) in cash and cash equivalents	2,614,242	(2,410,357)
Cash and cash equivalents at end of period	9,512,857	8,038,923

Liquidity Coverage Ratio - Quarter ending June 2023

(Consolidated in Rs 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)	6,542,963	6,542,963

CASH OUTFLOWS

Retail deposits and deposits from small business customers, of which:

<i>Less stable deposits</i>	13,273,027	1,327,303
Unsecured wholesale funding, of which:		
<i>Non-operational deposits (all counterparties)</i>	11,587,777	4,635,111
<i>Unsecured debt</i>	2,507,900	2,507,900
Additional requirements, of which:		
<i>Credit and liquidity facilities</i>	625,632	127,897
Other contractual funding obligations	199.88	199.88
Other contingent funding obligations	594,888	29,744
TOTAL CASH OUTFLOWS	28,589,425	8,628,154
CASH INFLOWS		
Secured funding	5,778,848	5,778,848
Inflows from fully performing exposures	859,976	429,988
Other cash inflows	3,705	3,705
TOTAL CASH INFLOWS	6,642,529	6,212,541

TOTAL HQLA

TOTAL ADJUSTED VALUE

TOTAL NET CASH OUTFLOWS

6,542,963

LIQUIDITY COVERAGE RATIO (%)

2,415,613

271%

QUARTERLY AVERAGE OF DAILY HQLA

6,553,309

Notes: The reported values for 'quarterly average of monthly observations' are based on April, May and June 2023 month end figures.

The reported values for 'quarterly average of daily HQLA' are based on business days figures over 1st April 2023 to 30th June 2023's period.

COMMENTS

- As at the end of June 2023 the Bank's quarterly average LCR was 271% compared to 236% as at March 2023, significantly above the regulatory minimum of 100%.

- This is driven by an excess of MUR 4.1Bn 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.

INTERIM UNAUDITED CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2023

	Unaudited Three months ended 30 June 2023	Unaudited Six months ended 30 June 2023	Unaudited Three months ended 30 June 2022	Unaudited Six months ended 30 June 2022
	Rs 000	Rs 000	Rs 000	Rs 000
Interest income	576,184	1,097,584	294,342	579,882
Interest expense	(265,556)	(486,217)	(80,543)	(152,186)
Net interest income	310,628	611,367	213,799	427,696
Fee and commission income	77,062	155,830	85,449	180,096
Fee and commission expense	(30,850)	(63,949)	(33,692)	(64,514)
Net fee and commission income	46,212	91,881	51,757	115,582
Net gain on dealing in foreign currencies and derivatives	76,963	139,242	56,857	91,144
Net gain from derecognition of financial assets measured at fair value through other comprehensive income ("FVTOCI")	17	353	321	2,923
Other operating (loss) / profit	-	(2)	2	(28)
Operating income	433,820	842,841	322,736	637,317
Personnel expenses	(174,295)	(334,675)	(144,947)	(284,673)
Depreciation and amortisation	(27,967)	(55,750)	(24,062)	(48,043)
Other expenses	(88,054)	(164,977)	(67,771)	(138,258)
Non-interest expense	(290,316)	(555,402)	(236,780)	(470,974)
Profit before impairment and income tax	143,504	287,439	85,956	166,343
Net impairment reversal/(loss) on financial assets	34,458	42,604	(10,450)	16,656
Profit before income tax	177,962	330,043	75,506	182,999
Income tax expense	(12,938)	(24,098)	(9,962)	(23,021)
Profit for the period	165,024	305,945	65,544	159,978
Other Comprehensive income :				
<i>Items that will not be classified subsequently to profit or loss:</i>				
Movement in fair value reserve for equity instruments at FVTOCI	1,495	387	7,493	7,509
Revaluation on building, net of tax	743	743	-	-
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Reclassification of gain on disposal of FVTOCI debt instruments during the period	(17)	(353)	(321)	(2,923)
Loss/(credit) allowance on debt instruments held at FVTOCI	3,808	3,955	1,084	(169)
Gain/ (loss) on FVTOCI debt instruments during the period	778	34,794	(24,018)	(18,005)
Other Comprehensive (loss)/ income for the period	6,807	39,526	(15,762)	(13,588)
Total Comprehensive income/(loss) for the period	171,831	345,471	49,782	146,390

INTERIM UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2023

	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 2022	1,456,456	97,313	463,551	57,868	(19,256)	(69,804)	1,725,369	3,711,497
Profit for the period	-	-	-	-	-	-	159,978	159,978
Other comprehensive loss	-	-	-	-	(13,588)	-	-	(13,588)
Total comprehensive income for the period	-	-	-	-	(13,588)	-	159,978	146,390
Transfer to general banking reserve	-	-	-	4,000	-	-	(4,000)	-
Dividend	-	-	-	-	-	-	(168,000)	(168,000)
Balance as at 30 June 2022	1,456,456	97,313	463,551	61,868	(32,844)	(69,804)	1,713,347	3,689,887
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	-	-	-	-	-	-	305,945	305,945
Other comprehensive income	-	743	-	-	38,783	-	-	39,526
Total comprehensive income for the period	-	743	-	-	38,783	-	305,945	345,471
Transfer to general banking reserve	-	-	-	873	-	-	(873)	-
Dividend	-	-	-	-	-	-	(266,500)	(266,500)
Balance as at 30 June 2023	1,456,456	134,561	537,625	69,779	(84,966)	(84,447)	1,684,654	3,713,662

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