



**UNAUDITED INTERIM  
CONDENSED FINANCIAL  
STATEMENTS  
FOR THE THREE  
MONTHS ENDED  
30 SEPTEMBER 2024**

# TABLE OF CONTENTS

<b>Management's Discussion &amp; Analysis</b>	<b>2 - 3</b>
<b>Statements of Financial Position</b>	<b>4</b>
<b>Statements of Profit or Loss and Other Comprehensive Income</b>	<b>5</b>
<b>Statements of Changes in Equity</b>	<b>6 - 7</b>
<b>Statements of Cash Flows</b>	<b>8</b>

## MANAGEMENT'S DISCUSSION & ANALYSIS

AfrAsia Bank Limited (the "Bank") is pleased to present its unaudited interim condensed financial statements for the three months ended 30 September 2024.

### Financial Highlights

#### As at 30 September 2024

Key figures (compared to same period last year)

<p><b>MUR 20.8bn</b> (Sep 2023 - MUR 17.1bn)</p> <p><b>22%</b></p>	<p><b>MUR 65.1bn</b> (Sep 2023 - MUR 54.6bn)</p> <p><b>19%</b></p>	<p><b>MUR 240.3bn</b> (Sep 2023 - MUR 209.5bn)</p> <p><b>15%</b></p>
Total equity	Loans and advances	Deposits

#### Three months ended 30 September 2024

Key figures (compared to same period last year)

<p><b>MUR 587.0m</b> (Sep 2023 - MUR 457.5m)</p> <p><b>28%</b></p>	<p><b>MUR 2.7bn</b> (Sep 2023 - MUR 2.4bn)</p> <p><b>10%</b></p>	<p><b>MUR 1.8bn</b> (Sep 2023 - MUR 1.8bn)</p> <p><b>5%</b></p>
Net trading income	Total operating income	Net interest income

### Results Overview

For the three months ended 30 September 2024, the Bank reported a net profit after tax ("NPAT") of **MUR 1.6bn**. This represents a decline of **9%** compared to the same period last year (September 2023: MUR 1.7bn), mainly due to higher impairment losses for the current period and the introduction of the Corporate Climate Responsibility Levy effective in the current period.

Net interest income increased by **5%** period-on-period, remaining steady at **MUR 1.8bn** for the current period. This rise is primarily attributed to a growth in the Bank's average interest-bearing assets.

Net trading income ("NTI"), another major contributor to the NPAT, rose by **28%**, reaching **MUR 587.0m** for the three months ended 30 September 2024, compared to MUR 457.5m for the same period last year. This was driven by increased foreign currency flows and effective foreign currency exposure management. Additionally, a decline in yields during the current period boosted fixed-income revenue.

Net fee and commission income grew by **10%**, from MUR 228.7m for the period ended 30 September 2023 to **MUR 252.4m** for the period ended 30 September 2024. This growth was primarily driven by commissions generated from a higher volume of transactions during the current period.

The Bank recorded a net impairment loss on financial assets of **MUR 259.9m** in contrast to MUR 9.4m for the same period last year. Higher impairment losses on financial assets were booked during the quarter ended 30 September 2024 due to exposures showing signs of deterioration. The Bank continues to closely monitor economic conditions to reassess its impairment provisions accordingly.

Operating income increased by **10%**, while operating expenses declined by **1%**, compared to the same period last year. The cost-to-income ratio decreased to **16%** for the period ended 30 September 2024, down from 17% in the same period last year.

The Bank's balance sheet remains strong, with total assets rising by **15%** to **MUR 263.7bn** as at 30 September 2024 compared to MUR 229.5bn as at 30 September 2023. Loans and advances expanded by **19%** to reach **MUR 65.1bn** as at 30 September 2024 (September 2023: MUR 54.6bn), mainly driven by multiple new disbursements. This resulted in a slight rise in the loan-to-deposit ratio to **27%** from 26% in the previous period.

## **MANAGEMENT'S DISCUSSION & ANALYSIS (CONTINUED)**

### **Results Overview (Continued)**

On the liability side of the balance sheet, the Bank's deposit base increased by **15%**, rising from MUR 209.5bn as at 30 September 2023 to **MUR 240.3bn** as at 30 September 2024. This increase was primarily driven by volume growth and positive foreign currency retranslation effects, period-on-period.

The Bank's total capital adequacy ratio improved to **20.06%** as at 30 September 2024, up from 19.50% as at 30 September 2023.

The Bank's shareholders' equity increased significantly by **22%** period-on-period, reaching **MUR 20.8bn** as at 30 September 2024 (September 2023: MUR 17.1bn).

### **Global Economy**

In the third quarter of 2024, major central banks initiated a monetary easing cycle as inflationary pressures subsided, with headline inflation in advanced economies projected to decline to 2.6% by year end. The Federal Reserve lowered interest rates by 50 and 25 basis points in September and November 2024, respectively. Likewise, the Bank of England lowered interest rates by 25 basis points in both August and November 2024. For the third time this year, the European Central Bank lowered its key interest rates by 25 basis points in October 2024, being the first back-to-back cut in 13 years. Despite this, in the Eurozone, economic stagnation persists, with the manufacturing Purchasing Managers' Index contracting for 27 consecutive months. Annual growth is forecasted at 0.8%, held back by Germany's industrial slowdown, declining new orders, and weak demand from China. Meanwhile, China faces deflationary pressures from weak economic activity and a struggling property market. In response, the Chinese government has reduced interest rates and mortgage costs to stimulate economic activity.

Source: Euromonitor, European Central Bank & Reuters

### **Domestic Economy**

The local economy showed resilience in the quarter ended September 2024, with the SEMDEX posting its strongest performance this quarter, rising by 10.8%. This growth was driven by the positive performances across key sectors, led by the Banking and Insurance sector (+14.6%) followed by Investments (+10.5%) and the Leisure and Hotels cluster (+17.7%). Key economic indicators continue to show improvement, with headline inflation on a downward trend, reaching 3.8%, down from 9% in 2023. With inflation easing, the Bank of Mauritius reduced the Key Rate in September 2024 by 50 basis points, after holding rates steady at 4.50% since December 2022. Tourist arrivals increased by 7% totaling 326,251 for the quarter, compared to 304,660 in 2023. Correspondingly, tourism earnings rose by 12%, reaching MUR 21.3bn, up from MUR 19.1bn, while the average length of stay for tourists increased slightly from 11.2 to 11.4 days.

Source: Stock Exchange of Mauritius, Statistics Mauritius & Bank of Mauritius



**Olivier Emmanuel Jauffret**

Chairperson



**Thierry Vallet**

Chief Executive Officer



**Joan Jill Wan Bok Nale**

Audit Committee Chairperson

Date: 13 November 2024

**STATEMENTS OF FINANCIAL POSITION**  
AS AT 30 SEPTEMBER 2024

	THE GROUP			THE BANK		
	As at 30 September 2024 Unaudited MUR'000	As at 30 September 2023 Unaudited MUR'000	As at 30 June 2024 Audited MUR'000	As at 30 September 2024 Unaudited MUR'000	As at 30 September 2023 Unaudited MUR'000	As at 30 June 2024 Audited MUR'000
<b>ASSETS</b>						
Cash and balances with banks	13,750,250	17,546,778	18,847,227	13,750,250	17,546,772	18,847,227
Due from banks	39,145,136	28,047,449	38,511,567	39,145,136	28,047,449	38,511,567
Derivative financial instruments	220,009	354,484	366,664	220,009	354,484	366,664
Loans and advances to banks	17,521,054	12,362,195	14,647,416	17,521,054	12,362,195	14,647,416
Loans and advances to customers	47,605,233	42,223,158	47,857,486	47,605,233	42,223,158	47,857,486
Investment securities	138,467,948	123,013,915	134,697,387	138,467,948	123,013,915	134,697,387
Other assets	5,630,127	4,929,889	5,608,828	5,630,127	4,929,889	5,608,822
Property and equipment	625,748	272,421	604,442	625,748	272,421	604,442
Right of use assets	41,001	56,937	45,421	41,001	56,937	45,421
Intangible assets	268,214	358,173	265,545	268,214	358,173	265,545
Deferred tax assets	417,161	310,245	294,219	417,161	310,245	294,219
<b>TOTAL ASSETS</b>	<b>263,691,881</b>	<b>229,475,644</b>	<b>261,746,202</b>	<b>263,691,881</b>	<b>229,475,638</b>	<b>261,746,196</b>
<b>EQUITY AND LIABILITIES</b>						
<b>LIABILITIES</b>						
Due to banks	319	6,647	868	319	6,647	868
Deposits from banks	287,312	288,894	335,051	287,312	288,894	335,051
Deposits from customers	239,962,655	209,257,837	239,910,949	239,965,114	209,260,837	239,913,413
Borrowings from financial institution	159,469	161,097	167,183	159,469	161,097	167,183
Derivative financial instruments	140,615	157,213	224,771	140,615	157,213	224,771
Current tax liabilities	1,069,796	1,140,880	522,721	1,069,796	1,140,880	522,721
Lease liabilities	41,214	56,176	44,582	41,214	56,176	44,582
Other liabilities	1,002,723	1,226,775	1,082,422	1,001,428	1,225,386	1,081,555
Employee benefits	186,599	110,936	186,599	186,599	110,936	186,599
<b>TOTAL LIABILITIES</b>	<b>242,850,702</b>	<b>212,406,455</b>	<b>242,475,146</b>	<b>242,851,866</b>	<b>212,408,066</b>	<b>242,476,743</b>
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT</b>						
Ordinary shares	3,641,049	3,641,049	3,641,049	3,641,049	3,641,049	3,641,049
Class A shares	1,385,768	1,385,768	1,385,768	1,385,768	1,385,768	1,385,768
Retained earnings	11,628,854	9,351,080	10,379,176	11,609,179	9,330,952	10,359,062
Other reserves	4,185,508	2,691,292	3,865,063	4,204,019	2,709,803	3,883,574
<b>TOTAL EQUITY</b>	<b>20,841,179</b>	<b>17,069,189</b>	<b>19,271,056</b>	<b>20,840,015</b>	<b>17,067,572</b>	<b>19,269,453</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>263,691,881</b>	<b>229,475,644</b>	<b>261,746,202</b>	<b>263,691,881</b>	<b>229,475,638</b>	<b>261,746,196</b>

**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2024

	THE GROUP			THE BANK		
	Three months ended 30 September 2024 Unaudited MUR'000	Three months ended 30 September 2023 Unaudited MUR'000	Year ended 30 June 2024 Audited MUR'000	Three months ended 30 September 2024 Unaudited MUR'000	Three months ended 30 September 2023 Unaudited MUR'000	Year ended 30 June 2024 Audited MUR'000
Interest income	3,172,527	2,618,216	11,402,418	3,172,527	2,618,216	11,402,418
Interest expense	(1,335,366)	(863,476)	(4,258,025)	(1,335,366)	(863,476)	(4,258,025)
<b>Net interest income, calculated using EIR method</b>	<b>1,837,161</b>	<b>1,754,740</b>	<b>7,144,393</b>	<b>1,837,161</b>	<b>1,754,740</b>	<b>7,144,393</b>
Fee and commission income	372,807	335,167	1,412,811	372,807	335,167	1,412,811
Fee and commission expense	(120,381)	(106,446)	(476,540)	(120,381)	(106,446)	(476,539)
<b>Net fee and commission income</b>	<b>252,426</b>	<b>228,721</b>	<b>936,271</b>	<b>252,426</b>	<b>228,721</b>	<b>936,272</b>
Net trading income	587,036	457,477	1,829,991	587,041	457,478	1,829,986
Other gains	333	19	1,187	333	19	1,187
Other operating income	-	-	4,069	-	-	4,069
<b>Total operating income</b>	<b>2,676,956</b>	<b>2,440,957</b>	<b>9,915,911</b>	<b>2,676,961</b>	<b>2,440,958</b>	<b>9,915,907</b>
Net impairment (loss)/credit on financial assets	(259,921)	(9,393)	49,315	(259,921)	(9,393)	49,315
<b>Net operating income</b>	<b>2,417,035</b>	<b>2,431,564</b>	<b>9,965,226</b>	<b>2,417,040</b>	<b>2,431,565</b>	<b>9,965,222</b>
Personnel expenses	(244,970)	(231,545)	(968,260)	(244,970)	(231,545)	(968,260)
Depreciation of property and equipment	(4,214)	(7,218)	(30,419)	(4,214)	(7,218)	(30,419)
Depreciation of right of use assets	(4,607)	(8,986)	(23,586)	(4,607)	(8,986)	(23,586)
Amortisation of intangible assets	(10,355)	(13,914)	(92,981)	(10,355)	(13,914)	(92,981)
Other operating expenses	(158,634)	(163,530)	(624,036)	(158,200)	(163,129)	(623,616)
<b>Total operating expenses</b>	<b>(422,780)</b>	<b>(425,193)</b>	<b>(1,739,282)</b>	<b>(422,346)</b>	<b>(424,792)</b>	<b>(1,738,862)</b>
<b>Profit before tax</b>	<b>1,994,255</b>	<b>2,006,371</b>	<b>8,225,944</b>	<b>1,994,694</b>	<b>2,006,773</b>	<b>8,226,360</b>
Tax expense	(424,132)	(289,675)	(1,201,419)	(424,132)	(289,675)	(1,201,419)
<b>Profit for the period/year</b>	<b>1,570,123</b>	<b>1,716,696</b>	<b>7,024,525</b>	<b>1,570,562</b>	<b>1,717,098</b>	<b>7,024,941</b>
<b>Other comprehensive (loss)/income that will not be reclassified to profit or loss:</b>						
Remeasurement of employee benefits	-	-	(97,115)	-	-	(97,115)
Deferred tax on remeasurement of employee benefits	-	-	13,151	-	-	13,151
Fair value gain on equity investments designated at fair value through other comprehensive income	-	-	631	-	-	631
Revaluation gain on equity investments designated at fair value through other comprehensive income	-	-	330	-	-	330
<b>Other comprehensive loss for the period/year</b>	<b>-</b>	<b>-</b>	<b>(83,003)</b>	<b>-</b>	<b>-</b>	<b>(83,003)</b>
<b>Total comprehensive income for the period/year attributable to equity holders of the parent</b>	<b>1,570,123</b>	<b>1,716,696</b>	<b>6,941,522</b>	<b>1,570,562</b>	<b>1,717,098</b>	<b>6,941,938</b>

**STATEMENTS OF CHANGES IN EQUITY**  
FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2024

	THE GROUP				
	Ordinary shares	Class A shares	Retained earnings	Other reserves	Total
	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000
<b>Attributable to equity holders of the parent</b>					
At 1 July 2023 (audited)	3,641,049	1,385,768	7,724,718	2,697,223	15,448,758
Profit for the period	-	-	1,716,696	-	1,716,696
Total comprehensive income for the period	-	-	1,716,696	-	1,716,696
Appropriation of reserves	-	-	22,952	(22,952)	-
Additional provision in relation to Bank of Mauritius Guideline	-	-	(17,021)	17,021	-
Dividends	-	-	(96,265)	-	(96,265)
At 30 September 2023 (unaudited)	3,641,049	1,385,768	9,351,080	2,691,292	17,069,189
At 1 July 2023 (audited)	3,641,049	1,385,768	7,724,718	2,697,223	15,448,758
Profit for the year	-	-	7,024,525	-	7,024,525
Other comprehensive (loss)/income	-	-	(83,964)	961	(83,003)
Total comprehensive income for the year	-	-	6,940,561	961	6,941,522
Appropriation of reserves	-	-	(1,087,670)	1,087,670	-
Additional provision in relation to Bank of Mauritius Guideline	-	-	(79,209)	79,209	-
Dividends	-	-	(3,119,224)	-	(3,119,224)
At 30 June 2024 (audited)	3,641,049	1,385,768	10,379,176	3,865,063	19,271,056
<b>At 1 July 2024 (audited)</b>	<b>3,641,049</b>	<b>1,385,768</b>	<b>10,379,176</b>	<b>3,865,063</b>	<b>19,271,056</b>
<b>Profit for the period</b>	<b>-</b>	<b>-</b>	<b>1,570,123</b>	<b>-</b>	<b>1,570,123</b>
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>1,570,123</b>	<b>-</b>	<b>1,570,123</b>
<b>Appropriation of reserves</b>	<b>-</b>	<b>-</b>	<b>28,146</b>	<b>(28,146)</b>	<b>-</b>
<b>Additional provision in relation to Bank of Mauritius Guideline</b>	<b>-</b>	<b>-</b>	<b>(348,591)</b>	<b>348,591</b>	<b>-</b>
<b>At 30 September 2024 (unaudited)</b>	<b>3,641,049</b>	<b>1,385,768</b>	<b>11,628,854</b>	<b>4,185,508</b>	<b>20,841,179</b>

**STATEMENTS OF CHANGES IN EQUITY (CONTINUED)**  
FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2024

	THE BANK				
	Ordinary shares	Class A shares	Retained earnings	Other reserves	Total
	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000
At 1 July 2023 (audited)	3,641,049	1,385,768	7,704,188	2,715,734	15,446,739
Profit for the period	-	-	1,717,098	-	1,717,098
Total comprehensive income for the period	-	-	1,717,098	-	1,717,098
Appropriation of reserves	-	-	22,952	(22,952)	-
Additional provision in relation to Bank of Mauritius Guideline	-	-	(17,021)	17,021	-
Dividends	-	-	(96,265)	-	(96,265)
At 30 September 2023 (unaudited)	3,641,049	1,385,768	9,330,952	2,709,803	17,067,572
At 1 July 2023 (audited)	3,641,049	1,385,768	7,704,188	2,715,734	15,446,739
Profit for the year	-	-	7,024,941	-	7,024,941
Other comprehensive (loss)/income	-	-	(83,964)	961	(83,003)
Total comprehensive income for the year	-	-	6,940,977	961	6,941,938
Appropriation of reserves	-	-	(1,087,670)	1,087,670	-
Additional provision in relation to Bank of Mauritius Guideline	-	-	(79,209)	79,209	-
Dividends	-	-	(3,119,224)	-	(3,119,224)
At 30 June 2024 (audited)	3,641,049	1,385,768	10,359,062	3,883,574	19,269,453
<b>At 1 July 2024 (audited)</b>	<b>3,641,049</b>	<b>1,385,768</b>	<b>10,359,062</b>	<b>3,883,574</b>	<b>19,269,453</b>
<b>Profit for the period</b>	<b>-</b>	<b>-</b>	<b>1,570,562</b>	<b>-</b>	<b>1,570,562</b>
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>1,570,562</b>	<b>-</b>	<b>1,570,562</b>
<b>Appropriation of reserves</b>	<b>-</b>	<b>-</b>	<b>28,146</b>	<b>(28,146)</b>	<b>-</b>
<b>Additional provision in relation to Bank of Mauritius Guideline</b>	<b>-</b>	<b>-</b>	<b>(348,591)</b>	<b>348,591</b>	<b>-</b>
<b>At 30 September 2024 (unaudited)</b>	<b>3,641,049</b>	<b>1,385,768</b>	<b>11,609,179</b>	<b>4,204,019</b>	<b>20,840,015</b>

**STATEMENTS OF CASH FLOWS**  
FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2024

	THE GROUP			THE BANK		
	Three months ended 30 September 2024 Unaudited MUR'000	Three months ended 30 September 2023 Unaudited MUR'000	Year ended 30 June 2024 Audited MUR'000	Three months ended 30 September 2024 Unaudited MUR'000	Three months ended 30 September 2023 Unaudited MUR'000	Year ended 30 June 2024 Audited MUR'000
Net cash flows used in operating activities	(5,936,837)	(13,647,581)	(4,269,943)	(5,936,837)	(13,647,580)	(4,269,936)
Net cash flows used in investing activities	(31,691)	(123,410)	(553,087)	(31,691)	(123,410)	(553,087)
Net cash flows used in financing activities	(3,169)	(104,600)	(3,142,813)	(3,169)	(104,600)	(3,142,813)
<b>Net cash flows for the period/year</b>	<b>(5,971,697)</b>	<b>(13,875,591)</b>	<b>(7,965,843)</b>	<b>(5,971,697)</b>	<b>(13,875,590)</b>	<b>(7,965,836)</b>
<b>Movement in cash and cash equivalents</b>						
Cash and cash equivalents at start of period/year	44,194,541	50,552,201	50,552,201	44,194,541	50,552,194	50,552,194
Net decrease in cash and cash equivalents	(5,971,697)	(13,875,591)	(7,965,843)	(5,971,697)	(13,875,590)	(7,965,836)
Net foreign exchange difference	202,880	(1,073,352)	1,608,183	202,880	(1,073,352)	1,608,183
<b>Cash and cash equivalents at end of period/year</b>	<b>38,425,724</b>	<b>35,603,258</b>	<b>44,194,541</b>	<b>38,425,724</b>	<b>35,603,252</b>	<b>44,194,541</b>

By Order of the Board  
Company Secretary  
13 November 2024

AfrAsia Bank Limited is pleased to present its unaudited interim condensed financial statements for the period ended 30 September 2024. A copy of the said unaudited interim condensed financial statements has been published on the Bank's website [www.afrasiabank.com](http://www.afrasiabank.com).