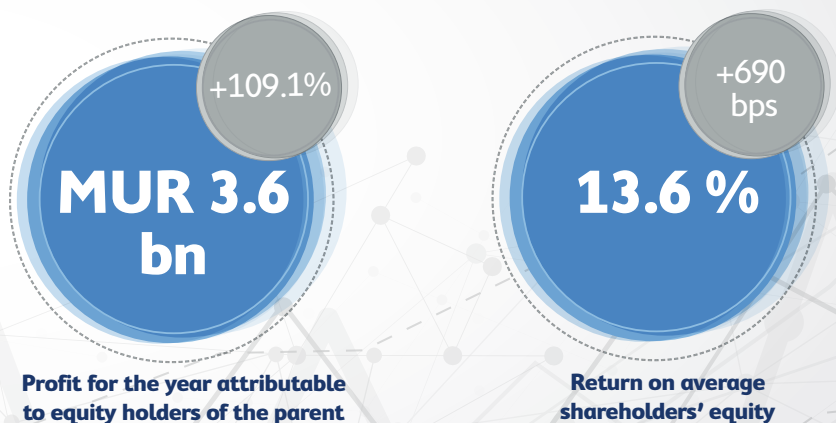


ABRIDGED AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

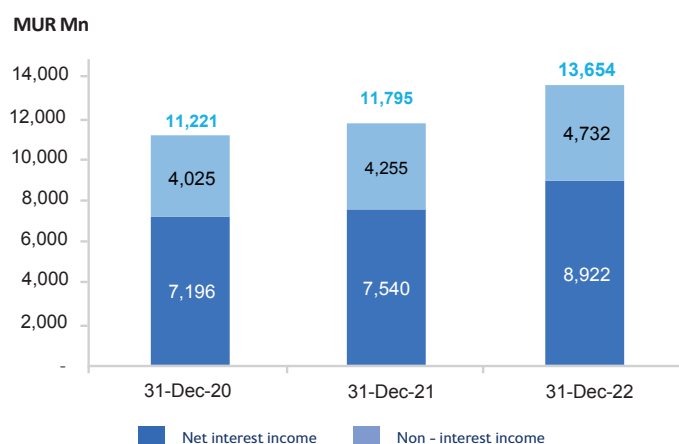
Key highlights

- Pursuance of the Group's business development across presence countries despite the challenging context
- Notable turnaround in the Group's financial performance as it embarks on a renewed growth trajectory
- Sound financial ratios upheld, notably in terms of capitalisation, asset quality, and funding and liquidity
- Continuous reinforcement of the foundations and capabilities in support of future growth across markets



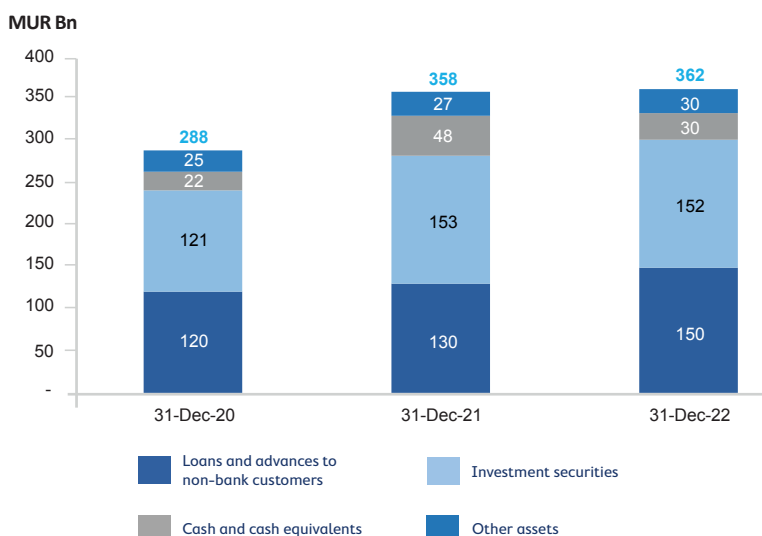
Main performance indicators

Operating income



On the back of expanding business volumes across market segments, operating income registered an appreciable growth in 2022, while being also supported by favourable margins.

Total assets



Total assets of the Group expanded, underpinned by higher loans and advances to non-bank customers.

Financial soundness

Capital adequacy ratio

19.1%

Net impaired advances to net advances

2.8%

Provision coverage ratio

71.5%

Cost to income ratio

59.6%

SBM Holdings Ltd (the "Company") and its subsidiaries, here altogether (the "Group"), present the Group and the Company audited financial statements for the year ended 31 December 2022. The audited financial statements have been prepared in accordance with the International Financial Reporting Standards.

STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	The Group			The Company		
	31 December 2022	31 December 2021	31 December 2020	31 December 2022	31 December 2021	31 December 2020
	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000
ASSETS						
Cash and cash equivalents	30,275,037	47,636,821	21,577,245	28,219	90,055	304,473
Mandatory balances with central banks	15,723,438	13,645,545	11,290,363	-	-	-
Loans to and placements with banks	1,221,415	837,970	3,130,387	-	-	-
Derivative financial instruments	1,205,168	784,250	809,211	-	-	-
Loans and advances to non-bank customers	149,994,543	130,393,807	119,857,873	-	-	-
Investment securities	151,977,933	153,426,747	121,053,397	6,839,138	6,559,193	7,005,132
Investment in subsidiaries	-	-	-	31,300,001	29,800,721	29,523,743
Property and equipment	3,656,696	3,585,755	3,196,095	3,116	1,110	2,194
Right of use assets	867,749	728,417	804,780	-	-	-
Intangible assets	1,752,989	1,963,123	2,296,694	335	609	883
Deferred tax assets	1,265,176	1,087,074	806,110	-	-	-
Other assets	4,401,241	3,578,472	3,218,451	62,533	150,966	49,719
Total assets	362,341,385	357,667,981	288,040,606	38,233,342	36,602,654	36,886,144
LIABILITIES						
Deposits from banks	3,802,908	2,770,002	1,403,315	-	-	-
Deposits from non-bank customers	293,350,435	298,580,858	226,862,221	-	-	-
Other borrowed funds	15,489,470	9,512,912	15,017,177	-	-	-
Derivative financial instruments	905,317	759,896	1,279,984	-	41,524	-
Lease liabilities	888,617	740,902	804,407	-	-	-
Current tax liabilities	478,499	314,671	260,225	1,385	4,140	-
Pension liability	569,093	410,183	743,807	10,096	5,143	6,914
Other liabilities	9,070,915	8,322,917	6,330,356	65,362	163,001	211,206
Subordinated debts	10,616,492	9,877,346	10,142,786	9,916,536	9,877,346	10,142,786
Total liabilities	335,171,746	331,289,687	262,844,278	9,993,379	10,049,630	10,402,430
SHAREHOLDERS' EQUITY						
Stated capital	32,500,204	32,500,204	32,500,204	32,500,204	32,500,204	32,500,204
Retained earnings	5,909,389	2,807,788	893,576	1,362,238	(26,698)	271,474
Other reserves	(6,364,923)	(4,054,667)	(3,322,421)	(747,448)	(1,045,451)	(1,412,933)
Treasury shares	32,044,670	31,253,325	30,071,359	33,114,994	31,428,055	31,358,745
	(4,875,031)	(4,875,031)	(4,875,031)	(4,875,031)	(4,875,031)	(4,875,031)
Total equity attributable to equity holders of the parent	27,169,639	26,378,294	25,196,328	28,239,963	26,553,024	26,483,714
Total equity and liabilities	362,341,385	357,667,981	288,040,606	38,233,342	36,602,654	36,886,144

Approved by the Board of Directors and authorised for issue on 29 March 2023.

Sattar HAJEE ABDOULA
Chairman

Dr. Subhas THECKA
Chairman, Audit Committee

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF SBM HOLDINGS LTD

Opinion
The summary financial statements, which comprise the statements of financial position as at 31 December 2022, the statements of profit or loss, the statements of other comprehensive income, the statements of changes in equity and the statements of cash flows for the year then ended, are extracted from audited consolidated and separate financial statements of SBM Holdings Ltd (the "Company") and its subsidiaries (collectively the "Group") for the year ended 31 December 2022.

In our opinion, the accompanying summary financial statements are consistent in all material respects, with the audited consolidated and separate financial statements of the Group and the Company which are 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

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 consolidated and separate financial statements and the auditor's report thereon.

The audited consolidated and separate financial statements and our report thereon

We expressed an unmodified audit opinion on the audited consolidated and separate financial statements in our report dated 29 March 2023. That report also includes the communication of key audit matters that, in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements of the current year.

Responsibilities of Directors for the Summary Financial Statements

The directors are responsible for the preparation of the summary financial statements, without reference to the detailed notes, extracted from the audited consolidated and separate financial statements of the Group and the Company for the year ended 31 December 2022. The audited consolidated and separate financial statements 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.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited consolidated and separate 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.

Other Matter

This report, including our opinion, has been prepared for and only for the Company's shareholders in accordance with Section 12.14(f) of the Listing Rules of the Stock Exchange of Mauritius 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
Chartered Accountants
Date: 29 March 2023

STATEMENTS OF PROFIT OR LOSS FOR THE YEAR ENDED 31 DECEMBER 2022

	The Group			The Company		
	31 December 2022	31 December 2021	31 December 2020	31 December 2022	31 December 2021	31 December 2020
	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000
Continuing operations						
Interest income using the effective interest method	14,632,440	11,722,105	11,054,390	9,289	70,976	52,286
Other interest income	186,826	135,483	202,013	-	-	-
Interest expense using the effective interest method	(5,431,794)	(3,921,301)	(3,625,431)	(484,779)	(445,205)	(444,508)
Other interest expense	(465,252)	(395,716)	(434,831)	-	(30,575)	(50,728)
Net interest income/(expense)	8,922,220	7,540,571	7,196,141	(475,490)	(404,804)	(442,950)
Fee and commission income	2,395,957	1,763,384	1,451,371	-	-	-
Fee and commission expense	(101,796)	(79,610)	(57,312)	-	-	(13)
Net fee and commission income/(expense)	2,294,161	1,683,774	1,394,059	-	-	(13)
Other income						
Net trading income	2,083,870	1,491,013	1,051,394	-	-	-
Net gains/(losses) from financial assets at fair value through profit or loss	8,629	207,999	(45,669)	33,166	124,103	376,448
Net gains on derecognition of financial assets measured at amortised cost	11,382	5,890	180,325	11,382	5,890	2,372
Net gains on derecognition of financial assets measured at fair value through other comprehensive income	94,968	720,847	1,245,740	-	-	-
Other operating income	238,594	145,056	199,571	2,483,941	628,274	274,467
Non-interest income	4,731,604	4,254,579	4,025,420	2,528,489	758,267	653,274
Total operating income	13,653,824	11,795,150	11,221,561	2,052,999	353,463	210,324
Personnel expenses	(3,862,272)	(3,389,361)	(2,842,316)	(77,562)	(107,496)	(56,026)
Depreciation of property and equipment	(322,017)	(288,042)	(290,350)	(273)	(969)	(1,671)
Depreciation of right of use assets	(237,472)	(212,381)	(183,480)	-	-	-
Amortisation of intangible assets	(495,319)	(488,986)	(575,386)	(274)	(274)	(274)
Other expenses	(3,219,963)	(2,763,180)	(2,259,397)	(54,639)	(413,866)	(529,904)
Impairment of investment in subsidiary	-	-	(14,366)	-	(130,000)	(124,000)
Non-interest expense	(8,137,043)	(7,141,950)	(6,150,929)	(147,114)	(652,605)	(711,875)
Credit loss on financial assets and memorandum items	5,516,741	4,653,200	5,070,632	1,905,885	(299,142)	(501,551)
	(1,332,743)	(2,474,893)	(3,757,402)	(45)	764	(217)
Profit/(loss) before income tax	4,184,038	2,178,307	1,313,230	1,905,840	(298,378)	(501,768)
Tax (expense)/credit	(548,377)	(441,319)	(300,126)	(2,189)	(4,140)	336
Profit/(loss) for the year from continuing operations	3,635,661	1,736,988	1,013,104	1,903,651	(302,518)	(501,432)
Discontinued operations						
Profit for the year from discontinued operations	-	1,881	7,906	-	-	-
Profit/(loss) for the year attributable to equity holders of the parent	3,635,661	1,738,869	1,021,010	1,903,651	(302,518)	(501,432)
Earnings per share:						
Basic (Cents)	140.8	67.3	39.2			
Diluted (Cents)	140.8	67.3	39.2			
From continuing and discontinued operations						
Basic (Cents)	140.8	67.4	39.5			
Diluted (Cents)	140.8	67.4	39.5			

STATEMENTS OF OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2022

	The Group			The Company		
	31 December 2022	31 December 2021	31 December 2020	31 December 2022	31 December 2021	31 December 2020
	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000
Profit/(loss) for the year	3,635,661	1,738,869	1,021,010	1,903,651	(302,518)	(501,432)
Other comprehensive income:						
Items that will not be reclassified subsequently to profit or loss:						
Increase in revaluation of property	-	-	754	-	-	-
Remeasurement of defined benefit pension plan	(20,693)	377,899	(747,337)	1,643	4,346	(7,291)
Deferred tax on remeasurement of defined benefit pension plan	1,662	(25,667)	51,409	-	-	-
Net gain/(loss) on equity instruments designated at FVTOCI	289,862	216,072	(872,410)	298,708	368,055	(591,373)
	270,831	568,304	(1,567,584)	300,351	372,401	(598,664)
Items that may be reclassified subsequently to profit or loss:						
Exchange differences on translation of foreign operations	(598,644)	518,515	88,906	-	-	-
Recycling of reserves on derecognition of investment in associate	-	-	24,166	-	-	-
Reclassification of translation reserve to profit or loss on deconsolidation of subsidiary	-	(44,423)	-	-	-	-
Investment securities measured at FVTOCI (Debt instrument)						
Movement in fair value during the year	(1,872,049)	(884,966)	2,326,976	(704)	(573)	258
Reclassification of gains included in profit or loss on derecognition	(94,968)	(720,847)	(1,245,740)	-	-	-
Movement in credit loss expense relating to debt instruments held at FVTOCI	(33,128)	6,514	474	-	-	-
	(2,598,789)	(1,125,207)	1,194,782	(704)	(573)	258
Total other comprehensive (loss)/income attributable to equity holders of the parent	(2,327,958)	(556,903)	(372,802)	299,646	371,828	(598,406)
Total comprehensive income/(loss) for the year attributable to equity holders of the parent	1,307,703	1,181,966	648,208	2,203,297	69,310	(1,099,838)

Performance

The SBM Group delivered strong financial results, with profit attributable to equity holders of the parent more than doubling to attain MUR 3.6 billion for the year ended 31 December 2022. The Group has benefitted from sustained initiatives aimed at restructuring its operations, strengthening its risk management framework and improving its market competitiveness.

Results posted by the Group were underpinned by expanding business activities, favourable interest rate conditions and lower credit loss expense. Return on average shareholders' equity attained 13.6% for the year ended 31 December 2022 as compared to 6.7% for the preceding year. Earnings per share from continuing operations stood at 140.8 cents for the year ended 31 December 2022, compared to 67.3 cents for the preceding year.

Operating income rose by 15.8% to attain MUR 13.7 billion for the year under review. This outcome was driven by increases of 18.3% and 11.2% in net interest income and non-interest income respectively, with notable improvements at the level of both net fee and commission income and net trading income. Operating expenses edged up by 13.9% on the back of unfolding capacity-building measures in terms of human capital and technological readiness.

The Group benefitted from a sustained rise in gross loans and advances to non-bank customers from MUR 145.1 billion as at 31 December 2021 to reach MUR 163.5 billion as at 31 December 2022. Deposits from non-bank customers stood at MUR 293.4 billion, reflecting the Group's trustworthiness.

The Group upheld sound foundations in support of its resilience and strategic endeavours. The capital base of the Group stayed comfortable at MUR 33.6 billion as at 31 December 2022, thus leading to a capital adequacy ratio of 19.1%, which is above regulatory thresholds. Notwithstanding the demanding landscape, the Group has maintained robust funding and liquidity positions. Besides, the relative improvement of asset quality indicators is an encouraging sign.

Outlook

As per the IMF and World Bank, the global economy is being confronted by mutually reinforcing shocks, including the war in Ukraine, food and energy crises, surging inflation, policy tightening, worsening financial conditions and climate emergencies. Global growth is anticipated to decelerate this year, while inflationary pressures would continue to warrant attention, despite expectations of gradual moderation. In spite of this volatile environment, the Mauritius economy has pursued its recovery, which testifies to its sound credentials. For 2023, the economy should maintain an appreciable growth trajectory, even though macroeconomic vulnerabilities persist given the testing global context.

The Group's strategy is to further capitalise on growth opportunities in the jurisdictions where it operates, while diversifying its revenue streams. In parallel, it continues to effectively support and accompany its customers in their endeavours, while enriching its value proposition and delivering seamless service levels.

Towards these ends, the Board will deliver the necessary guidance and oversight to help realise the Group's endeavours, projects and investments, bearing in mind the specificities of its operating entities and presence countries. The Board is committed to positioning the SBM Group as a reference banking and financial services player, along with supporting long-term value generation for multiple stakeholders.

Sattar HAJEE ABDOULA
Chairman
29 March 2023

Dr. Subhas THECKA
Chairman, Audit Committee

STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2022

	Stated capital	Treasury shares	Statutory reserve	Retained earnings	Net property revaluation reserve	Other reserves	Total equity
	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000
The Group							
At 01 January 2020	32,500,204	(4,875,031)	687,074	1,114,355	383,615	(5,262,097)	24,548,120
Profit for the year	-	-	-	1,021,010	-	-	1,021,010
Other comprehensive (loss)/income for the year	-	-	-	(695,9			