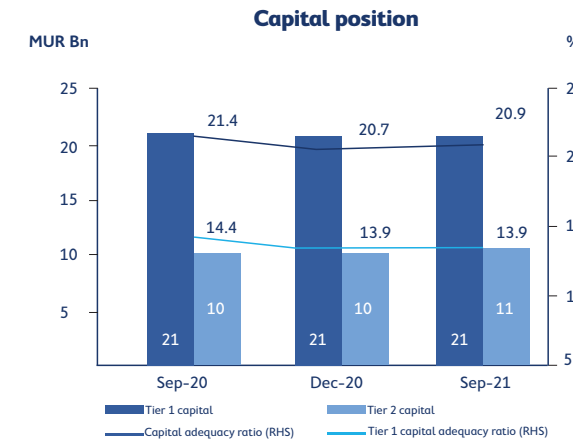
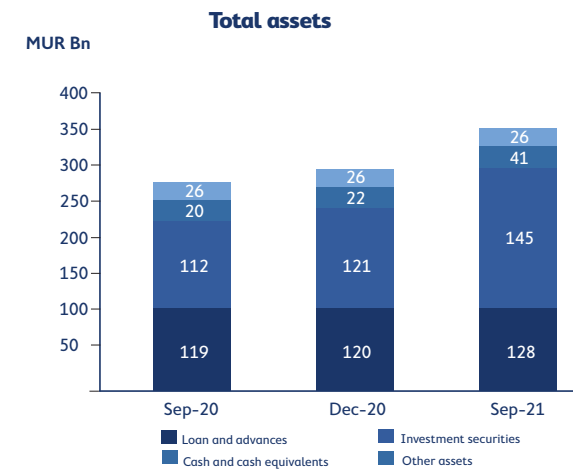
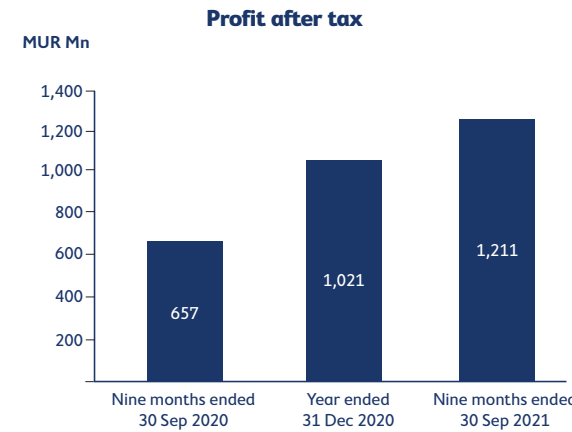


KEY HIGHLIGHTS

- Pursuance of the Group's business growth momentum across markets and jurisdictions
- Maintenance of our key financial fundamentals
- Sustained efforts deployed to strengthen our growth agenda and revenue streams over time



Performance

The Group profit after tax reached MUR 1,211 million for the nine months ended 30 September 2021, which represents a growth of 84.4% when compared to results posted during the corresponding period of last year. This encouraging performance has been delivered against the backdrop of a testing context and testifies to the judiciousness of our strategic orientations. It shows that the Group is recovering at a comforting pace and is moving in the right direction.

Whilst continuously pressured by exchange loss with respect to the US dollar-denominated subordinated debt owing to the appreciation of the greenback, the Group results were supported by lower credit loss expense on the back of dedicated moves to address exposure to impaired files as well as by the ongoing business growth momentum. Total assets were up by 17.8% from 31 December 2020, mainly due to a higher portfolio of investment securities. Gross loans and advances to non-bank customers rose by 4.3% to reach MUR 141.8 billion. Reflecting the trustworthiness of our organisation, deposits from non-bank customers expanded by 22.6% to stand at MUR 278.1 billion. For the nine months ended 30 September 2021, net interest income increased by a resilient 2.5% in spite of the low interest environment, while non-interest income was boosted by higher net trading income. Non-interest expense moved up amidst capacity-building initiatives, notably aimed to bolster human capital. Earnings per share stood at 46.8 cents for the period ended 30 September 2021, compared to 25.6 cents for the corresponding period last year.

The Group results were driven by broad-based foundations. While foreign banking entities have continued to benefit from stabilisation and growth-enabling initiatives, SBM Bank (Mauritius) Ltd delivered the most significant contribution to the overall performance in spite of the challenging economic climate. Reflecting the diversification of the organisation's revenue streams, the contribution of Non-Banking Financial Cluster to Group profit has increased.

Capitalising on its robust business model and prudent growth strategy, the Group maintained

sound metrics in support of its growth endeavours. The capital base of the Group rose to attain MUR 32 billion as at 30 September 2021. Accordingly, the overall capital adequacy ratio reached 20.9% as at 30 September 2021, which is well above regulatory thresholds. In spite of challenges faced, we preserved relatively healthy asset quality, funding, liquidity and efficiency positions.

Outlook

Amidst a volatile and uncertain operating environment, our presence countries are showing encouraging signs of economic recovery. In Mauritius, real GDP growth is on course to register a noteworthy upturn in 2021 and 2022, mainly underpinned by headway in vaccination, reopening of our international borders, relief measures adopted by the authorities and improved global demand. Happening lately, the exit of Mauritius from the FATF list of jurisdictions under increased monitoring and UK list of High-Risk Countries should also benefit the financial services sector and underpin capital flows into the country.

The Board is confident that wide-ranging measures being taken will help to strengthen and sustain the Group's growth trajectory over time. The Group will prudently execute its strategic priorities, as it monitors key challenges, notably with respect to liquidity conditions, credit demand, inflationary pressures and country-specific developments. Building on recent achievements, the Group will reinforce its operating model and value proposition to tap into opportunities emanating from the economic upturn. It will preserve its financial soundness to deliver long-term value to stakeholders. It will actively assist Mauritius and other presence countries to recuperate from the pandemic, while promoting their socio-economic progress.

Sattar HAJEE ABDLOULA
Chairman, Audit Committee
11 November 2021

Dr. Subhas THECKA
Chairman, Audit Committee

SBM Holdings Ltd ("the Company") and its subsidiaries, here altogether ("the Group"), present the Group and Company interim unaudited condensed financial report for the period ended 30 September 2021.

The interim unaudited condensed financial report has been prepared in accordance with the Bank of Mauritius Guidelines on Public Disclosure of Information and IAS 34 - Interim Financial Reporting. The report has also been prepared based on those accounting policies applied in the preparation of the audited financial statements for the year ended 31 December 2020; the Group and the Company having adopted all new standards and interpretations which are effective as from 01 January 2021.

REPORT ON REVIEW OF THE INTERIM UNAUDITED CONDENSED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF SBM HOLDINGS LTD

Introduction

We have reviewed the accompanying interim unaudited condensed financial statements which comprise the consolidated and separate statements of financial position of SBM Holdings Ltd ("the Company") and of its subsidiaries ("the Group") as at 30 September 2021, and the related consolidated and separate statements of profit or loss and statements of other comprehensive income for the quarter and nine months then ended, consolidated and separate statements of changes in equity, consolidated and separate statements of cash flows for the nine months then ended and other explanatory notes. The Board of directors and management are responsible for the preparation and presentation of these interim unaudited condensed financial statements in accordance with IAS 34 Interim Financial Reporting. Our responsibility is to express a conclusion on these interim unaudited condensed financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements ("ISRE") 2410: "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and

accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim unaudited condensed financial statements are not prepared, in all material respects, in accordance with IAS 34 Interim Financial Reporting.

Deloitte
Chartered Accountants

Date: 11 November 2021

INTERIM UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2021

	The Group		
	Unaudited 30 September 2021	Unaudited 30 September 2020	Audited 31 December 2020
	MUR' 000	MUR' 000	MUR' 000
ASSETS			
Cash and cash equivalents	40,853,350	20,255,219	21,577,245
Mandatory balances with central banks	12,929,249	10,827,606	11,290,363
Loans to and placements with banks	1,917,808	4,264,284	3,130,387
Derivative financial instruments	724,746	694,524	809,379
Loans and advances to non-bank customers	127,704,890	118,701,634	120,239,361
Investment securities	145,309,595	112,471,578	121,053,397
Property and equipment	3,348,508	3,248,035	3,207,034
Right of use assets	775,759	946,922	807,230
Goodwill and other intangible assets	1,783,145	2,405,985	2,296,694
Deferred tax assets	982,461	530,032	806,110
Other assets	3,535,593	3,374,196	3,204,894
Total assets	339,865,104	277,720,015	288,422,094
LIABILITIES			
Deposits from banks	2,398,468	1,262,750	1,403,315
Deposits from non-bank customers	278,106,531	210,974,603	226,862,221
Other borrowed funds	11,921,436	18,133,316	15,017,177
Derivative financial instruments	801,230	1,252,214	1,279,984
Lease liabilities	770,951	943,057	804,407
Current tax liabilities	253,474	192,686	260,225
Pension liability	744,135	96,926	743,807
Other liabilities	9,389,379	9,154,515	6,711,844
Subordinated debts	9,908,207	10,301,380	10,142,786
Total liabilities	314,293,807	252,311,447	263,225,766
SHAREHOLDERS' EQUITY			
Stated capital	32,500,204	32,500,204	32,500,204
Retained earnings	1,975,556	1,327,293	893,576
Other reserves	(4,029,432)	(3,543,898)	(3,322,421)
	30,446,328	30,283,599	30,071,359
	(4,875,031)	(4,875,031)	(4,875,031)
Total equity attributable to equity holders of the parent	25,571,297	25,408,568	25,196,328
Total equity and liabilities	339,865,104	277,720,015	288,422,094
Memorandum items	39,312,054	32,622,120	33,126,827

Approved by the Board of Directors and authorised for issue on 11 November 2021.

Sattar HAJEE ABDLOULA
Chairman

Dr. Subhas THECKA
Chairman, Audit Committee

INTERIM UNAUDITED CONDENSED STATEMENTS OF PROFIT OR LOSS FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2021

	The Group					
	Unaudited 30 September 2021	Unaudited 30 September 2020	Unaudited 30 September 2021	Unaudited 30 September 2020	Audited 31 December 2020	
	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000
Continuing Operations						
Interest income using the effective interest method	2,998,639	2,699,471	8,499,088	8,310,645	11,054,390	
Other interest income	54,635	80,909	177,729	203,469	202,013	
Interest expenses using the effective interest method	(1,012,709)	(776,872)	(2,846,937)	(2,856,879)	(3,625,431)	
Other interest expense	(86,710)	(113,388)	(341,188)	(300,521)	(434,831)	
Net interest income	1,953,855	1,890,120	5,488,692	5,356,714	7,196,141	
Fee and commission income	417,251	264,049	1,230,924	1,044,361	1,451,371	
Fee and commission expense	(16,019)	(14,545)	(56,056)	(40,636)	(57,312)	
Net fee and commission income	401,232	249,504	1,174,868	1,003,725	1,394,059	
Net trading income	224,027	219,359	1,143,960	758,919	1,049,474	
Net gain/(loss) from financial assets at fair value through profit or loss	146,098	2,803	101,061	(87,133)	4,708	
Net gain on derecognition of financial assets measured at amortised cost	1,897	81,619	8,220	145,320	180,325	
Net gain on derecognition of financial assets measured at fair value through other comprehensive income	164,081	321,954	719,597	1,127,626	1,245,740	
Other operating income	140,009	77,935	129,163	153,493	151,114	
Non-interest income	1,077,344	953,174	3,276,869	3,101,950	4,025,420	
Operating income	3,031,199	2,843,294	8,765,561	8,458,664	11,221,561	
Personnel expenses	(831,949)	(737,678)	(2,432,829)	(2,159,901)	(2,859,550)	
Depreciation of property and equipment	(72,244)	(75,979)	(215,898)	(219,579)	(290,350)	
Depreciation of right-of-use assets	(54,146)	(53,638)	(157,901)	(118,141)	(183,480)	
Amortisation of intangible assets	(199,447)	(140,926)	(601,432)	(421,540)	(575,386)	
Other expenses	(592,311)	(441,318)	(1,976,172)	(1,787,927)	(2,242,163)	
Non-interest expense	(1,750,117)	(1,451,539)	(5,384,232)	(4,707,088)	(6,150,929)	
Profit before credit loss expense	1,281,082	1,391,755	3,381,329	3,751,576	5,070,632	
Credit loss expense on financial assets and memorandum items	(679,219)	(992,185)	(1,841,288)	(2,804,971)	(3,757,402)	
Profit before income tax	601,863	399,570	1,540,041	946,605	1,313,230	
Tax expense	(153,937)	(149,163)	(331,142)	(284,658)	(300,126)	
Profit for the period/year from continuing operations	447,926	250,408	1,208,899	661,947	1,013,104	
Discontinued operations						
Profit/(loss) for the period/year from discontinued operations	-	(42,719)	1,881	(5,286)	7,906	
Profit for the period/year attributable to equity holders of the parent	447,926	207,688	1,210,780	656,661	1,021,010	
Earnings per share:						
From continuing operations						
Basic (Cents)	17.3	9.7	46.8	25.6	39.2	
Diluted (Cents)	17.3	9.7	46.8	25.6	39.2	
From continuing operations and discontinued operations						
Basic (Cents)	13.4	8.0	46.9	25.4	39.5	
Diluted (Cents)	13.4	8.0	46.9	25.4	39.5	

INTERIM UNAUDITED CONDENSED STATEMENTS OF OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2021

	The Group				
	Unaudited 30 September 2021	Unaudited 30 September 2020	Unaudited 30 September 2021	Unaudited 30 September 2020	Audited 31 December 2020
	MUR' 000	MUR' 000	MUR' 000	MUR' 000	MUR' 000
Profit for the period/year attributable to equity holders of the parent	447,926	207,688	1,210,780	656,661	1,021,010
Other comprehensive income:					
Items that will not be reclassified subsequently to profit or loss:					
Increase in revaluation of property	-	-	-	-	754
Revaluation gains on equity instruments measured at FVTOCI	-	-	404	-	(591,373)
Remeasurement of defined benefit pension plan	-	-	-	-	(747,337)
Deferred tax on remeasurement of defined benefit pension plan	-	-	-	-	51,409
	-	-	404	-	(1,286,547)
Items that may be reclassified subsequently to profit or loss:					
Exchange differences on translation of foreign operations	(99,604)	1,916	478,871	196,531	88,905
Reclassification of translation reserve to profit or loss on deconsolidation of subsidiary	-	-	(44,423)	-	-
Recycling of reserves on derecognition of investment in associate	-	-	-	-	24,166
Investment securities measured at FVTOCI					
Movement in fair value during the period/year	250,955	(3,067,516)	(581,498)	(1,093,424)	2,035,417
Reclassification of (losses)/gains included in profit or loss on derecognition	(164,081)	1,909,949	(719,597)	1,104,277	(1,235,218)
Credit (loss)/allowance relating to debt instruments held at FVTOCI	-	(14,352)	30,433	(3,598)	474
	(12,730)	(1,170,003)	(836,214)	203,786	913,744
Total other comprehensive (loss)/income	(12,730)	(1,170,003)	(835,810)	203,786	(372,803)
Total comprehensive (loss)/income attributable to equity holders of the parent	435,196	(962,315)	374,970	860,447	648,207

INTERIM UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021

	The Group		
	Unaudited 30 September 2021	Unaudited 30 September 2020	Audited 31 December 2020
	MUR'000	MUR'000	MUR'000
Net cash generated from/(used in) operating activities	23,611,089	(2,221,054)	2,197,241
Net cash (used in)/generated from financing activities	(3,891,079)	4,760,284	1,377,245
Net cash used in investing activities	(443,372)	(449,944)	(181,545)
Net change in cash and cash equivalents	19,276,638	2,089,286	3,392,941
Expected credit loss allowance on cash and cash equivalents	(533)	(15,193)	3,178
Cash and cash equivalents at beginning of period/year	21,577,245	18,181,126	18,181,126
Cash and cash equivalents at period/year end	40,853,350	20,255,219	21,577,245

INTERIM UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021

	Stated capital	Treasury shares	Statutory reserve	Retained earnings	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	(5,262,096)	24,548,121
Profit for the period	-	-	-	656,661	-	-	656,661
Other comprehensive income for the period	-	-	-	-	-	203,786	203,786
Reclassification from other reserve to revaluation reserve	-	-	-	-	2,019	(2,019)	-
Transfer from retained earnings to statutory reserve	-	-	2,531	(2,531)	-	-	-
Transfer from revaluation reserve to statutory reserve	-	-	4,177	(7,594)	-	3,417	-
Revaluation surplus realised on depreciation	-	-	-	38,466	(38,466)	-	-
Transfer from retained earnings to other reserve	-	-	-	(472,064)	-	472,064	-
At 30 September 2020	32,500,204						