



Audited condensed consolidated and separate statements of financial position as at 30 June 2024

	GROUP			BANK		
	30-Jun-24 Rs'M	30-Jun-23 Rs'M	30-Jun-22 Rs'M	30-Jun-24 Rs'M	30-Jun-23 Rs'M	30-Jun-22 Rs'M
ASSETS						
Cash and cash equivalents	91,907	114,065	65,268	90,669	113,609	64,594
Mandatory balances with Central Banks	37,556	31,278	25,081	36,696	30,639	24,146
Derivative financial instruments	2,071	1,214	438	2,071	1,214	438
Loans to and placements with banks	12,623	13,909	23,534	13,582	14,092	23,934
Loans and advances to customers	382,533	336,512	312,045	375,404	329,650	306,648
Investment securities	324,562	248,891	223,675	322,210	247,405	222,823
Investment in subsidiaries	-	-	-	121	118	118
Investments in associates	5,495	6,084	5,569	5,495	6,084	5,569
Intangible assets	2,593	2,263	1,971	2,551	2,211	1,896
Property, plant and equipment	5,461	5,410	5,423	5,028	5,003	4,951
Deferred tax assets	3,740	2,729	1,825	3,719	2,710	1,804
Post employment benefit asset	754	455	-	754	455	-
Other assets	7,781	8,978	8,200	7,152	8,422	7,596
Total assets	877,076	771,788	673,029	865,452	761,612	664,517
LIABILITIES AND SHAREHOLDER'S EQUITY						
Liabilities						
Deposits from banks	41,001	14,943	10,560	41,021	15,752	11,318
Deposits from customers	641,637	555,089	488,390	634,292	547,586	481,103
Derivative financial instruments	1,990	1,216	497	1,990	1,216	497
Other borrowed funds	65,355	86,517	93,376	62,529	84,422	92,755
Debt securities	14,314	13,759	-	14,314	13,759	-
Subordinated liabilities	7,057	7,059	684	7,057	7,059	684
Current tax liabilities	2,706	2,914	1,183	2,697	2,872	1,148
Post employment benefit liability	-	-	460	-	-	460
Other liabilities	16,117	14,190	10,451	15,437	13,552	9,799
Total liabilities	790,177	695,687	605,601	779,337	686,218	597,764
Shareholder's equity						
Stated capital	8,880	8,880	8,880	8,880	8,880	8,880
Retained earnings	67,843	57,468	48,919	66,975	56,625	48,161
Other components of equity	9,997	9,589	9,470	10,260	9,889	9,712
Equity attributable to the equity holders of the parent	86,720	75,937	67,269	86,115	75,394	66,753
Non-controlling interest	179	164	159	-	-	-
Total equity	86,899	76,101	67,428	86,115	75,394	66,753
Total equity and liabilities	877,076	771,788	673,029	865,452	761,612	664,517
CONTINGENT LIABILITIES (NET)	189,087	122,977	123,570	187,311	121,559	120,441

These financial statements were approved by the Board of Directors and authorised for issue on the 24 September 2024.

Thierry HEBRAUD
Director
Chief Executive Officer

Jean-François DESVAUX DE MARIGNY
Director
Chairperson - Board of Directors

Su Lin ONG
Director
Chairperson - Audit Committee



Audited condensed consolidated and separate statements of profit or loss for the year ended 30 June 2024

	GROUP			BANK		
	30-Jun-24 Rs'M	30-Jun-23 Rs'M	30-Jun-22 Rs'M	30-Jun-24 Rs'M	30-Jun-23 Rs'M	30-Jun-22 Rs'M
Interest income using the effective interest method	43,791	32,388	17,013	42,936	31,739	16,470
Interest expense	(20,908)	(13,593)	(2,809)	(20,515)	(13,259)	(2,537)
Net interest income	22,883	18,795	14,204	22,421	18,480	13,933
Fee and commission income	9,917	8,615	7,398	9,728	8,414	7,233
Fee and commission expense	(3,183)	(2,675)	(2,133)	(3,051)	(2,570)	(2,057)
Net fee and commission income	6,734	5,940	5,265	6,677	5,844	5,176
Net trading income	3,682	3,154	1,924	3,599	3,049	1,880
Net gain/(loss) from equity financial instruments carried at fair value through profit or loss	476	564	(291)	476	564	(291)
Dividend income	65	71	36	106	102	79
Other operating income	107	89	71	112	79	77
Loss on disposal of associate	(241)	-	-	(241)	-	-
	4,089	3,878	1,740	4,052	3,794	1,745
Operating income	33,706	28,613	21,209	33,150	28,118	20,854
Non-interest expense						
Salaries and human resource costs	(6,369)	(5,028)	(4,209)	(6,269)	(4,950)	(4,143)
Depreciation of property, plant and equipment	(541)	(571)	(572)	(492)	(523)	(527)
Amortisation of intangible assets	(663)	(627)	(471)	(641)	(593)	(430)
Other	(3,897)	(3,304)	(2,378)	(3,733)	(3,176)	(2,243)
	(11,470)	(9,530)	(7,630)	(11,135)	(9,242)	(7,343)
Operating profit before impairment	22,236	19,083	13,579	22,015	18,876	13,511
Net impairment of financial assets	(3,485)	(3,582)	(3,422)	(3,329)	(3,520)	(3,392)
Operating profit	18,751	15,501	10,157	18,686	15,356	10,119
Share of profit of associates	306	544	475	306	544	475
Profit before tax	19,057	16,045	10,632	18,992	15,900	10,594
Income tax expense	(3,570)	(2,975)	(1,663)	(3,546)	(2,941)	(1,646)
Profit for the year	15,487	13,070	8,969	15,446	12,959	8,948
Profit for the year attributable to:						
Ordinary equity holders of the parent	15,471	13,044	8,956	15,446	12,959	8,948
Non-controlling interest	16	26	13	-	-	-
	15,487	13,070	8,969	15,446	12,959	8,948
Earnings per share (Rs)	17.42	14.69	10.09	17.39	14.59	10.08
Weighted average number of shares (thousands)	887,960	887,960	887,960	887,960	887,960	887,960

Audited condensed consolidated and separate statements of comprehensive income for the year ended 30 June 2024

Profit for the year	15,487	13,070	8,969	15,446	12,959	8,948
Other comprehensive income:						
Items that will not be reclassified to profit or loss:						
Net fair value gain/(loss) on equity instruments	31	(38)	124	31	(38)	124
Share of other comprehensive income of associates	12	54	24	12	54	24
Remeasurement of defined benefit pension plan, net of deferred tax	117	(224)	(1,529)	117	(224)	(1,529)
	160	(208)	(1,381)	160	(208)	(1,381)
Items that may be reclassified subsequently to profit or loss:						
Exchange differences on translating foreign operations	198	221	(360)	152	294	(360)
Reclassification adjustments on disposal of debt investments at fair value	-	-	7	-	-	7
Reclassification adjustment on disposal of associate	192	-	-	192	-	-
Net fair value loss on debt instruments	(29)	(79)	(23)	(29)	(79)	(23)
	361	142	(376)	315	215	(376)
Other comprehensive income for the year	521	(66)	(1,757)	475	7	(1,757)
Total comprehensive income for the year	16,008	13,004	7,212	15,921	12,966	7,191
Total comprehensive income attributable to:						
Ordinary equity holders of the parent	15,983	12,993	7,199	15,921	12,966	7,191
Non-controlling interest	25	11	13	-	-	-
	16,008	13,004	7,212	15,921	12,966	7,191



Audited condensed consolidated statement of changes in equity for the year ended 30 June 2024

GROUP	Attributable to equity holders of the parent						Non-controlling interest Rs'M	Total Equity Rs'M
	Stated Capital	Retained Earnings	Capital Reserve	Translation Reserve	Statutory Reserve	Total		
	Rs'M	Rs'M	Rs'M	Rs'M	Rs'M	Rs'M		
At 1 July 2021	8,880	46,093	51	791	7,989	63,804	157	63,961
Profit for the year	-	8,956	-	-	-	8,956	13	8,969
Other comprehensive income for the year	-	(1,505)	108	(360)	-	(1,757)	-	(1,757)
Total comprehensive income for the year	-	7,451	108	(360)	-	7,199	13	7,212
Dividends	-	(3,734)	-	-	-	(3,734)	(11)	(3,745)
Transactions with owner	-	(3,734)	-	-	-	(3,734)	(11)	(3,745)
Transfer to statutory reserve	-	(891)	-	-	891	-	-	-
At 30 June 2022	8,880	48,919	159	431	8,880	67,269	159	67,428
Profit for the year	-	13,044	-	-	-	13,044	26	13,070
Other comprehensive income for the year	-	(170)	(117)	236	-	(51)	(15)	(66)
Total comprehensive income for the year	-	12,874	(117)	236	-	12,993	11	13,004
Dividends	-	(4,325)	-	-	-	(4,325)	(6)	(4,331)
Transactions with owner	-	(4,325)	-	-	-	(4,325)	(6)	(4,331)
At 30 June 2023	8,880	57,468	42	667	8,880	75,937	164	76,101
Profit for the year	-	15,471	-	-	-	15,471	16	15,487
Other comprehensive income for the year	-	129	2	381	-	512	9	521
Total comprehensive income for the year	-	15,600	2	381	-	15,983	25	16,008
Dividends	-	(5,200)	-	-	-	(5,200)	(10)	(5,210)
Transactions with owner	-	(5,200)	-	-	-	(5,200)	(10)	(5,210)
Transfer	-	(25)	-	25	-	-	-	-
At 30 June 2024	8,880	67,843	44	1,073	8,880	86,720	179	86,899



Audited condensed separate statement of changes in equity for the year ended 30 June 2024

	Stated Capital	Retained Earnings	Capital Reserve	Translation Reserve	Statutory Reserve	Total Equity
	Rs'M	Rs'M	Rs'M	Rs'M	Rs'M	Rs'M
BANK						
At 1 July 2021	8,880	45,343	51	1,033	7,989	63,296
Profit for the year	-	8,948	-	-	-	8,948
Other comprehensive income for the year	-	(1,505)	108	(360)	-	(1,757)
Total comprehensive income for the year	-	7,443	108	(360)	-	7,191
Dividends	-	(3,734)	-	-	-	(3,734)
Transactions with owner	-	(3,734)	-	-	-	(3,734)
Transfer to statutory reserve	-	(891)	-	-	891	-
At 30 June 2022	8,880	48,161	159	673	8,880	66,753
Profit for the year	-	12,959	-	-	-	12,959
Other comprehensive income for the year	-	(170)	(117)	294	-	7
Total comprehensive income for the year	-	12,789	(117)	294	-	12,966
Dividends	-	(4,325)	-	-	-	(4,325)
Transactions with owner	-	(4,325)	-	-	-	(4,325)
At 30 June 2023	8,880	56,625	42	967	8,880	75,394
Profit for the year	-	15,446	-	-	-	15,446
Other comprehensive income for the year	-	129	2	344	-	475
Total comprehensive income for the year	-	15,575	2	344	-	15,921
Dividends	-	(5,200)	-	-	-	(5,200)
Transactions with owner	-	(5,200)	-	-	-	(5,200)
Transfer	-	(25)	-	25	-	-
At 30 June 2024	8,880	66,975	44	1,336	8,880	86,115



Audited condensed consolidated and separate statements of cash flows for the year ended 30 June 2024

	GROUP			BANK		
	30-Jun-24 Rs'M	30-Jun-23 Rs'M	30-Jun-22 Rs'M	30-Jun-24 Rs'M	30-Jun-23 Rs'M	30-Jun-22 Rs'M
Operating activities	83,610	68,308	14,007	82,676	69,126	13,877
Dividends received from associates	420	410	383	420	410	383
Dividends paid	(5,000)	(3,559)	(4,200)	(5,000)	(3,559)	(4,200)
Dividends paid to non-controlling interest in subsidiary	(10)	(6)	(11)	-	-	-
Income tax paid	(4,795)	(2,107)	(1,915)	(4,731)	(2,084)	(1,906)
Net cash flows from operating activities	74,225	63,046	8,264	73,365	63,893	8,154
Investing activities						
Purchase of property, plant and equipment	(477)	(506)	(539)	(450)	(485)	(378)
Purchase of intangible assets	(1,002)	(925)	(971)	(992)	(908)	(939)
Proceeds from sale of property, plant and equipment	14	12	4	6	7	4
Net subordinated loan granted to associate	-	-	(40)	-	-	(40)
Investment in subsidiary	-	-	-	(3)	-	-
Net increase in investment securities at amortised cost	(73,352)	(25,629)	(61,214)	(72,619)	(24,884)	(61,221)
Net cash flows from investing activities	(74,817)	(27,048)	(62,760)	(74,058)	(26,270)	(62,574)
Financing activities						
Repayment of lease liabilities	(84)	(98)	(88)	(84)	(72)	(61)
Net (decrease)/increase in other borrowed funds	(21,168)	(4,783)	16,183	(21,899)	(6,258)	16,056
Issue of debt securities	-	13,506	-	-	13,506	-
(Refund)/issue of subordinated liabilities	(271)	6,285	(225)	(271)	6,285	(225)
Net cash flows from financing activities	(21,523)	14,910	15,870	(22,254)	13,461	15,770
(Decrease)/Increase in cash and cash equivalents	(22,115)	50,908	(38,626)	(22,947)	51,084	(38,650)
Net cash and cash equivalents at 1 July	114,104	63,233	101,860	113,643	62,559	101,209
Effect of foreign exchange rate changes	(54)	(37)	(1)	-	-	-
Net cash and cash equivalents at 30 June	91,935	114,104	63,233	90,696	113,643	62,559

Note 1

The summary financial statements, without reference to the detailed notes, are derived from the audited consolidated and separate financial statements of The Mauritius Commercial Bank Limited ("the Bank") for the year ended 30 June 2024. The audited financial statements, which have been prepared in accordance with IFRS Accounting Standards, as issued by the International Accounting Standards Board ("IASB") and in compliance with the requirements of the Mauritius Companies Act 2001, the Financial Reporting Act 2004 and the Banking Act 2004, are available at our registered address at 9-15 Sir William Newton Street, Port Louis and can be viewed on our website mcb.mu.

Where necessary, comparative figures have been amended to conform with changes in presentation or in accounting policies.

Note 2

The Board of Directors of The Mauritius Commercial Bank Limited accepts full responsibility for the accuracy of the information contained in this communiqué.

**COMMENTS ON RESULTS**

The Bank recorded a profit after tax of Rs15,446 million for the year ended 30th June 2024, reflecting a robust year on year growth of 19.2%. This performance was underpinned by improved core earnings, supported by the sustained high global interest rate environment, the expansion of the loans and advances portfolio and increased surplus liquidity.

Operating income surged by 17.9% to reach Rs33,150 million. Net Interest Income (NII) rose by 21.3% to Rs22,421 million, largely driven by growth in loans and advances, corporate bonds and investment securities. Additionally, the Bank witnessed a marked improvement in net interest margins on foreign currency-denominated assets.

Non-Interest Income also increased by 11.3%, totaling Rs10,729 million, driven by increases in trade finance fees, payments and foreign exchange trading activities. These gains were partially offset by the non-recurring loss incurred on the sale of the Bank's associate, SG Mozambique excluding which, non-interest income would have shown a growth of 13.8%.

Operating expenses increased by 20.5% to Rs11,135 million, reflecting the Bank's continuing strategic investments in capacity building initiatives alongside the impact of inflation on on-going operating costs. Despite these expenditures, the Bank's cost-to-income ratio increased slightly by 72 basis points to 33.6%, underscoring the Bank's operational efficiency.

In terms of asset quality, net impairment of financial assets decreased by 5.4% to reach Rs3,329 million for the year ended 30th June 2024. As a result, the cost of risk dropped to 0.8%, the Bank's Non-Performing Loans (NPL) ratio improved to 2.8%, with its Specific Provision Coverage Ratio reaching 74.5% at the end of the year. Income tax expense increased by 20.5% to reach Rs3,546 million, in line with the growth in the bank's profitability.

In March 2024, the Bank secured an additional borrowing of USD400 million through a Sustainability-linked loan, in pursuit of its commitment to sustainable financing.

The Bank's strong operating performance, combined with effective management of risk-weighted assets, led to an improvement in both the Capital Adequacy Ratio (19.8%) and the Tier 1 Ratio (17.3%).

Looking ahead, global growth is set to remain steady but fragile in view of persisting geopolitical tensions. Inflation has continued to ease, with central banks having started to cut interest rates, although remaining cautious on the future path of monetary policy. Across Africa, a gradual pickup is underway but high public debt levels and foreign currency shortages continue to warrant attention, with the sovereign rating of some key economies being downgraded lately. In Mauritius, economic activity is being sustained by the construction industry and the continued good performance of the tourism and financial services sectors.



Independent Auditor's report on the summary financial statements of The Mauritius Commercial Bank Limited to the Board of Directors

Opinion

The summary financial statements of The Mauritius Commercial Bank Limited (the "Bank") and its subsidiaries (the "Group") which comprise the condensed consolidated and separate statements of financial position as at 30 June 2024, the condensed consolidated and separate statements of profit or loss, the condensed consolidated and separate statements of comprehensive income, the condensed consolidated and separate statements of changes in equity, and the condensed consolidated and separate summary statements of cash flows for the year then ended and related notes, are derived from the audited condensed and separate financial statements of the Group and the Bank for the year ended 30 June 2024.

In our opinion, the accompanying summary financial statements are consistent in all material respects, with the audited condensed and separate financial statements of the Group and the Bank which are prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IASB"), and in compliance with the requirements of the Mauritius Companies Act 2001, the Financial Reporting Act 2004 and the Banking Act 2004.

Summary financial statements

The summary financial statements do not contain all the disclosures required by IFRS Accounting Standards as issued by the IASB. 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 condensed and separate financial statements and our report thereon

We expressed an unmodified audit opinion on the consolidated and separate financial statements of the Group and the Bank in our report dated 24 September 2024. 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 on the basis described in note 1 of the summary financial statements.

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 condensed and separate financial statements of the Group and the Bank based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

Use of this report

This report, including our opinion, has been prepared for and only for the Bank's Board of Directors in accordance with Section 34(6)(b)(ii) of the Banking Act 2004 and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Bank and the Bank's Board of Directors, for our audit work for this report, or for the opinions we have formed.

(S) Deloitte
Chartered Accountants
24 September 2024

(S) Vishal Agrawal, FCA
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