



# **Unaudited Condensed Interim Financial Information for the Six Months Ended**

**31 December 2025**

## CONTENTS

Management Discussion & Analysis	3
Condensed Interim Statement of Financial Position	4
Condensed Interim Statement of Profit or Loss and other Comprehensive Income	5
Condensed Interim Statement of Changes in Equity	6
Condensed Interim Statement of Cash Flows	6

# MANAGEMENT DISCUSSION AND ANALYSIS

ABC Banking Corporation Ltd (the “Bank”) is pleased to present the condensed interim financial information of the Bank for the six months ended 31 December 2025.

## Review of the Economy

The latest IMF World Economic Outlook Update (January 2026) forecasts global growth at 3.3% in 2026, supported by strong AI-driven investment, improved financial conditions, and the private sector’s ability to adapt to shifting trade policies, including lower effective U.S. tariff rates of about 18.5% following earlier peaks. Global inflation is expected to ease globally from an estimated 4.1% in 2025 and 3.8% in 2026.

According to the latest figures released by Statistics Mauritius, year-on-year, inflation rose to 4.5% in December 2025 from 2.9% in December 2024, pointing to heightened inflationary pressures compared to the previous year. Meanwhile, headline inflation for the 12 months ending December 2025 increased to 3.7% from 3.6% recorded in 2024, indicating a broadly stable annual inflation trend.

## Review of Financial Performance

For the six months ended 31 December 2025, the Bank reported an Operating income of MUR 561.5 million compared to MUR 444.4 million for the same period last year, an increase of 26.3%, largely attributable to a 63.5% growth in non-interest income and a 16.6% increase in net interest income. Profit after tax was at MUR 159.2 million for the six months ended 31 December 2025, up by 46.4% compared to last year (108.7 million). The main highlights of the financial performance are as follows:

1. The Bank registered a net interest income of MUR 411.1 million for the six months ended 31 December 2025 compared to MUR 352.4 million for the same period last year.
2. Non-interest income increased by 63.5% for the six months ended 31 December 2025 compared to the same period last year, reaching MUR 150.4 million reflecting higher income from forex trading.
3. Non-interest expenses amounted to MUR 332.4 million for the six months ended 31 December 2025 with personnel expenses representing 51.7% (prior year: 55.7%).
4. The Bank’s Loans and Advances portfolio balance increased to MUR 17.8 billion as at 31 December 2025 representing an increase of 11.3% compared to same period, last year.
5. Deposits from Customers increased to MUR 29.4 billion as at 31 December 2025 compared to MUR 24.5 billion for the same period last year, representing a growth of 20.1%.
6. The Bank’s Capital Adequacy Ratio stood at 15.8% as at 31 December 2025 (17.5% as at 31 December 2024). With the current capital base, the Bank has sufficient resources to meet both its regulatory requirements of 12.5% and further expand its asset base.
7. The Liquidity Coverage Ratio stood at 465% as at 31 December 2025 compared to 364% for the same period last year.

The Bank’s financial performance throughout the period demonstrates our firm commitment to meeting the Bank’s set objectives in a timely and effective manner, with the support of its employees and clients.

## Statement of Corporate Governance in Management Discussion Analysis

The Bank continues to adhere to the principles and practices outlined in the Code of Corporate Governance of Mauritius. There have been no material changes to the Bank’s governance framework, policies or procedures during the reporting period. For the period under review, the Board comprised 8 members during the quarter ended 31 December 2025, following the retirement of Mr. Patrick Andrew Dean Ah-Chuen in December 2025. There have been no further changes in the board and committee composition. The Board remains fully committed to maintaining robust governance practices, ensuring full compliance with applicable regulations and safeguarding the interests of all stakeholders.

Chairman of the Board  
Lakshmana Lutchmenaraidoo

Managing Director  
Brian Ah-Chuen

Chairperson Audit Committee  
Laura Wong Sun Thiong

# CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2025

	Unaudited December 2025 MUR 000	Unaudited December 2024 MUR 000	Audited June 2025 MUR 000
<b>ASSETS</b>			
Cash and cash equivalents	<b>6,349,194</b>	6,348,511	8,709,699
Due from banks	<b>1,026,039</b>	-	159,524
Derivative financial assets	<b>17,385</b>	57,830	8,490
Loans and advances to customers	<b>17,800,354</b>	15,994,086	18,041,547
Investment securities	<b>7,708,261</b>	6,199,069	5,355,141
Other assets	<b>1,093,519</b>	272,065	999,190
Property, equipment and right-of-use assets	<b>149,270</b>	524,882	170,464
Intangible assets	<b>54,755</b>	63,499	64,027
Deferred tax assets	<b>32,031</b>	9,339	15,420
<b>Total assets</b>	<b>34,230,807</b>	<b>29,469,281</b>	<b>33,523,501</b>
<b>LIABILITIES</b>			
Due to banks	<b>641,841</b>	547,764	625,716
Deposits from customers	<b>29,394,244</b>	24,475,934	28,843,057
Derivative financial liabilities	<b>14,270</b>	13,286	24,816
Subordinated debts	<b>706,853</b>	1,211,032	706,077
Current tax liabilities	<b>53,181</b>	22,465	48,729
Other liabilities	<b>456,023</b>	601,982	481,324
<b>Total liabilities</b>	<b>31,266,413</b>	<b>26,872,464</b>	<b>30,729,719</b>
<b>Shareholders' Equity</b>			
Issued capital	<b>940,495</b>	940,495	940,495
Retained earnings	<b>1,467,708</b>	1,174,802	1,301,262
Other reserves	<b>556,191</b>	481,520	552,024
<b>Capital and reserves</b>	<b>2,964,394</b>	<b>2,596,817</b>	<b>2,793,782</b>
<b>Total liabilities and equity</b>	<b>34,230,807</b>	<b>29,469,281</b>	<b>33,523,501</b>
<b>Contingent liabilities</b>			
Guarantees on account of customers	<b>151,182</b>	23,604	149,004
Letter of credit and other obligations on account of customers	-	-	3,604
Commitments	<b>2,050,405</b>	3,633,952	2,335,559

# CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2025

	Unaudited Quarter ended December 2025 MUR 000	Unaudited Quarter ended December 2024 MUR 000	Unaudited Six Months ended December 2025 MUR 000	Unaudited Six Months ended December 2024 MUR 000	Audited Year ended June 2025 MUR 000
Interest income	<b>404,879</b>	353,264	<b>808,956</b>	703,502	1,439,197
Interest expense	<b>(198,958)</b>	(174,591)	<b>(397,903)</b>	(351,056)	(729,525)
<b>Net interest income</b>	<b>205,921</b>	178,673	<b>411,053</b>	352,446	709,673
Fee and commission income	<b>34,171</b>	31,283	<b>67,285</b>	63,489	136,674
Fee and commission expense	<b>(16,536)</b>	(17,099)	<b>(31,718)</b>	(33,209)	(62,460)
<b>Net fee and commission income</b>	<b>17,635</b>	14,184	<b>35,567</b>	30,280	74,214
<b>Total other income</b>	<b>57,591</b>	30,233	<b>114,840</b>	61,721	270,930
<b>Operating income</b>	<b>281,148</b>	223,090	<b>561,460</b>	444,447	1,054,817
<b>Non-interest expenses</b>	<b>(174,491)</b>	(155,482)	<b>(332,438)</b>	(287,860)	(594,623)
<b>Operating profit before impairment</b>	<b>106,657</b>	67,608	<b>229,022</b>	156,588	460,194
Allowance for credit impairment on financial assets	<b>(11,538)</b>	(8,981)	<b>(22,314)</b>	(20,612)	(20,103)
<b>Operating profit before tax</b>	<b>95,119</b>	58,628	<b>206,708</b>	135,976	440,092
Income tax expense	<b>(21,175)</b>	(16,967)	<b>(47,469)</b>	(27,238)	(59,459)
<b>Profit for the period</b>	<b>73,944</b>	41,661	<b>159,239</b>	108,738	380,633
<b>Other comprehensive income</b>					
<b>Items that will not be reclassified subsequently to profit or loss, net of tax:</b>					
Net (loss)/gain on investments in equity instruments designated at fair value through other comprehensive income	<b>(6,238)</b>	(12,517)	<b>1,214</b>	1,199	(6,672)
Deferred tax credit on retirement benefit obligation	-	-	<b>654</b>	-	-
Remeasurement of retirement benefit obligation	-	-	-	346	7,487
<b>Total of items that will not be reclassified subsequently to profit or loss, net of tax</b>	<b>(6,238)</b>	(12,517)	<b>1,868</b>	1,545	815
<b>Items that may be reclassified subsequently to profit or loss, net of tax:</b>					
Reversal of expected credit loss relating to debt instruments designated at fair value through other comprehensive income	<b>946</b>	93	<b>922</b>	252	390
Net gain/(loss) on investments in debt instruments designated at fair value through other comprehensive income	<b>3,434</b>	(8,235)	<b>8,583</b>	10,113	4,420
<b>Total of items that may be reclassified subsequently to profit or loss, net of tax</b>	<b>4,380</b>	(8,142)	<b>9,505</b>	10,365	4,809
<b>Other comprehensive(loss) /income for the period/ year</b>	<b>(1,858)</b>	(20,659)	<b>11,373</b>	11,910	5,624
<b>Total comprehensive income for the period / year</b>	<b>72,086</b>	21,002	<b>170,612</b>	120,648	386,257
Weighted average number of ordinary shares	<b>76,272</b>	76,272	<b>76,272</b>	76,272	76,272
<b>Basic and diluted - earnings per share</b>	<b>0.97</b>	0.55	<b>2.09</b>	1.43	4.99

# CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2025

	Issued Capital MUR 000	Retained Earnings MUR 000	Statutory Reserve MUR 000	Other Reserves MUR 000	Total MUR 000
<b>At 01 July 2024</b>	940,495	1,263,720	296,110	(24,156)	2,476,169
Profit for the period	-	108,738	-	-	108,738
Expected credit loss allowance relating to debt instruments designated at fair value through other comprehensive income	-	-	-	252	252
Other comprehensive income	-	346	-	11,312	11,658
Total comprehensive income for the period	-	109,084	-	11,564	120,648
<b>At 31 December 2024</b>	<u>940,495</u>	<u>1,372,804</u>	<u>296,110</u>	<u>(12,592)</u>	<u>2,596,817</u>
<b>At 01 July 2024</b>	940,495	1,263,720	296,110	(24,156)	2,476,169
Profit for the year	-	380,633	-	-	380,633
Other comprehensive income/(loss)	-	7,487	-	(1,862)	5,624
Total comprehensive income/(loss) for the year	-	388,120	-	(1,862)	386,257
Transfer to statutory reserve	-	(57,095)	57,095	-	-
Transfer to other reserve	-	(224,838)	-	224,838	-
Equity dividends	-	(68,645)	-	-	(68,645)
<b>At 30 June 2025</b>	<u>940,495</u>	<u>1,301,262</u>	<u>353,204</u>	<u>198,820</u>	<u>2,793,782</u>
<b>At 01 July 2025</b>	<b>940,495</b>	<b>1,301,262</b>	<b>353,204</b>	<b>198,820</b>	<b>2,793,782</b>
Profit for the period	-	159,239	-	-	159,239
Expected credit loss allowance relating to debt instruments designated at fair value through other comprehensive income	-	-	-	922	922
Other comprehensive income for the period	-	654	-	9,797	10,451
Total comprehensive income for the period	-	159,893	-	10,719	170,612
Transfer to other reserve	-	6,553	-	(6,553)	-
<b>At 31 December 2025</b>	<b>940,495</b>	<b>1,467,708</b>	<b>353,204</b>	<b>202,986</b>	<b>2,964,394</b>

# CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2025

	Unaudited Six months ended December 2025 MUR 000	Unaudited Six months ended December 2024 MUR 000	Audited Year ended Jun 2025 MUR 000
<b>Net cash (used in)/generated from operating activities</b>	<b>(222,943)</b>	<b>753,213</b>	<b>2,793,658</b>
<b>Net cash (used in)/generated from investing activities</b>	<b>(2,342,208)</b>	<b>450,980</b>	<b>1,263,771</b>
<b>Net cash generated from financing activities</b>	<b>23,647</b>	<b>548,218</b>	<b>48,154</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(2,541,503)</b>	<b>1,752,412</b>	<b>4,105,584</b>
Net foreign exchange difference	180,999	(591)	7,425
Net cash and cash equivalents at beginning of period / year	<b>8,709,699</b>	<b>4,596,690</b>	<b>4,596,690</b>
<b>Net cash and cash equivalents at end of period / year</b>	<b>6,349,194</b>	<b>6,348,511</b>	<b>8,709,699</b>