



WARWYCK
PRIVATE BANK



Unaudited Financial Statements
As at 31 March 2024

WARWYCK PRIVATE BANK LTD

COMMENTS ON RESULTS FOR THE THREE MONTHS ENDED 31 MARCH 2024

Warwyck Private Bank Ltd reported a profit of USD 757k for the three months ended 31 March 2024 compared to a loss of USD 132k for the same period in 2023. The major sources of income are interest income, account service fees and fair value gains on investments. Expenses mainly comprised of personnel expenses, IT expenses, professional fees, depreciation and amortisation, bank charges and utilities.

Net interest income:

Interest income stood at USD 921k for the three months ended 31 March 2024. This comprised of interest earned on (i) loans and advances and (ii) interbank placements representing an increase of USD 499k as compared to the same period in 2023. Interest income on loan which stood at USD 232k was 92% higher compared to the same quarter in year 2023, mainly due to higher interest rates. Interest received on overdrafts which stood at USD 53k as at 31 March 2024 was fairly the same amount as the quarter of 2023 (31 March 2023: USD 55k). Interest on placement increased by USD 321k as compared to the same period last year due to (1) higher placements of USD 33.35m as at 31 March 2024 compared to USD 29.94m as at 31 March 2023 and (2) a rise in interest rates from 4.8% to 5.25% for placement in USD. Other interest income comprises of interest on treasury bills which increased by USD 69k as compared to the same period last year.

The total interest expense for the period ended 31 March 2024 stood at USD 417k compared to USD 35k in the corresponding period in 2023 due to increase in fixed deposit amount and increase in interest rate.

As a result, the net interest income stood at USD 503k for the first quarter ended 31 March 2024 as compared to USD 386k for the same quarter last year.

Net fee and commission income:

Fee and commission income stood at USD 395k for the period ended 31 March 2024, representing an increase of USD 217k compared to same period in 2023 which stood at USD 178k. This increase was mainly due to more commission on means of payments (outward transfers) amounting to USD 137k in the quarter ended March 2024 and more account service fees of USD 78k for the period under review.

Fees and commission expense stood at USD 73k for the period ended 31 March 2024 recognising an increase of USD 7k as compared to the same period last year. Fees and commission expense comprised of card expenses of USD 31k (March 2023: USD 54k) administration fees expense of USD 21k (March 2023: USD 9k) and retrocession fees of USD 20k (March 2023: USD 3k).

Consequently, the net fee and commission income for the period ended 31 March 2024 amounted to USD 322k compared to USD 112k in the same quarter last year.

Other income:

Other income for the period ended 31 March 2024 stood at USD 700k (March 2023: USD 172k) which included gain on investment in securities of USD 527k during the first quarter of 2024.

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COMMENTS ON RESULTS FOR THE THREE MONTHS ENDED 31 MARCH 2024

Operating expenses:

Operating expenses stood at USD 769k for the three months ended 31 March 2024 and represented a decrease of USD 33k (4.1%) against same period in 2023. Such variance can be explained by lower professional fees, lower depreciation and amortisation charges, despite higher personnel expenses and bank charges.

Assets:

Total assets as at 31 March 2024 stood at USD 167.98m representing a slight decrease of 7.6% over December 2023 figures. This fall can mainly be attributed to the decline in clients' deposits.

Loans and advances fell by USD 1.13m from December 2023 (USD 20.16m) to reach USD 19.03m as at 31 March 2024 due to repayment of loans by customers during the quarter under review.

The loan-to-deposit ratio stood at 12.64% as at 31 March 2024 (December 2023: 12.20% and March 2023: 34.39%).

The bank had placement with banks as at the reporting date of USD 33.35m (December 2023: USD 42.87m and March 2023: USD 29.94m). The short-term placement which stood at USD 33.35m as at 31 March 2024 was included in cash and cash equivalents (December 2023: USD 41.26m and March 2023: USD 28.68m).

The fall in investment securities from USD 82.14m as at 31 December 2023 to reach USD 52.67m as at 31 March 2024 can be mostly explained by the disposal of investment in money market funds of USD 27.95m during the first quarter of year 2024.

Other assets which stood at USD 5.97m dropped by 8.79% since December 2023 whilst it increased by 53.69% compared to 31 March 2023. These movements can be linked to the change in CRR balances (March 2024: USD 2.09m and December 2023: USD 2.4m and March 2023: USD 42k).

Liabilities:

Total liabilities amounting to USD 151.12m as at 31 March 2024 fell by 8.82% as compared to 31 December 2023. This decline was mainly due to the fall in the deposit base from USD 165.26m as at December 2023 to USD 150.63m as at 31 March 2024 (March 2023: USD 56.44m). Other liabilities slightly increased from USD 405k in December 2023 to USD 410k in March 2024.

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COMMENTS ON RESULTS FOR THE THREE MONTHS ENDED 31 MARCH 2024

Shareholders' Equity:

The share capital was USD 13.20m, statutory reserves were USD 2.21m and accumulated profits stood at USD 1.44m. Total equity increased by USD 757k since 31 December 2023 which is related to the increase in retained earnings.

Capital Adequacy Ratio:

The capital adequacy ratio was well above the required minimum limit of 12.5% which stood at 31.53% as at 31 March 2024 (December 2023: 26.98% and March 2023: 40.87%). Total risk weighted assets stood at USD 48.85m as at 31 March 2024 (December 2023: USD 54.67m and March 2023: USD 35.02m).

Credit Quality:

The bank's credit portfolio comprises of loans and overdrafts backed by adequate collaterals and no impaired credits. All credit transactions are undertaken in accordance with the bank's credit risk management policy and credit facilities granted to related parties are tabled at the Conduct Review Committee.

Liquidity:

The bank is in a good liquidity position which is demonstrated by the Liquidity Coverage Ratio (LCR) of 832% as at 31 March 2024 (291% as at 31 December 2023 and 171% as at 31 March 2023) which is well above the regulatory minimum of 100%. The bank's current High-Quality Liquid Assets (HQLA) portfolio comprises of foreign currency deposits at the Bank of Mauritius. The bank also relies on a strong liquidity management policy to maintain a strong liquidity position.

By order of the Board:

The abridged quarterly unaudited financial statements have been prepared in accordance with the same accounting policies as those set out in the audited financial statements for the year ended 31 December 2023 which are the International Financial Reporting Standards, the Mauritius Companies Act 2001, the Banking Act 2004 and guidelines issued by the Bank of Mauritius.

WARWYCK PRIVATE BANK LTD

ABRIDGED UNAUDITED INTERIM FINANCIAL STATEMENTS

Statement of financial position as at 31 March 2024

	As at March 2024 USD	As at December 2023 USD	As at March 2023 USD
ASSETS			
Cash and cash equivalents	84,709,742	65,735,229	41,458,464
Placements with other banks	-	1,606,720	1,257,679
Loan and advances	19,033,097	20,160,840	19,410,266
Investment securities	52,667,458	82,143,816	-
Property, plant and equipment	4,780,319	4,797,866	4,977,864
Intangible assets	659,397	702,128	849,838
Deferred tax assets	135,947	135,947	192,156
Current tax assets	21,355	18,321	11,807
Other assets	5,970,264	6,545,291	3,884,545
Total assets	167,977,579	181,846,158	72,042,619
LIABILITIES			
Deposits from customers	150,628,728	165,258,351	56,443,937
Retirement benefit obligations	84,727	84,727	21,606
Other liabilities	409,619	405,392	329,028
Total liabilities	151,123,074	165,748,470	56,794,571
SHAREHOLDERS' EQUITY			
Stated capital	13,200,000	13,200,000	13,200,000
Statutory reserve	2,212,640	2,212,640	2,092,389
Retained earnings	1,441,865	685,048	(44,341)
Total equity	16,854,505	16,097,688	15,248,048
Total liabilities and equity	167,977,579	181,846,158	72,042,619



Loic Chollet-Vergé
Chief Executive Officer and Director



Deenaraj Sooben
Director

WARWYCK PRIVATE BANK LTD

ABRIDGED UNAUDITED INTERIM FINANCIAL STATEMENTS

Statement of profit or loss and other comprehensive income for the three months ended 31 March 2024

	3 months ended March 2024 USD	Year ended December 2023 USD	3 months ended March 2023 USD
Interest income	920,646	2,591,564	421,435
Interest expense	(417,164)	(431,621)	(35,228)
Net interest income	503,482	2,159,943	386,207
Fee and commission income	395,278	863,368	177,798
Fees and commission expense	(72,781)	(280,901)	(66,091)
Net fee and commission income	322,497	582,467	111,707
Other income	700,086	1,234,969	172,096
Operating income	1,526,065	3,977,379	670,010
Personnel expenses	(336,731)	(1,218,091)	(300,130)
Other expenses	(418,117)	(1,668,049)	(424,002)
Depreciation and amortisation	(77,760)	(399,200)	(109,437)
Net impairment gains/(losses) on financial assets	3,230	11,229	6,046
Net foreign exchange gains/(losses)	60,130	158,852	25,666
Profit/(loss) before tax	756,817	862,120	(131,847)
Income tax (expense)/credit	-	(60,444)	-
Profit/(loss) for the period/year	756,817	801,676	(131,847)
Other comprehensive income:			
Items that will not be reclassified to profit and loss:			
Remeasurements of post-employment benefit obligations	-	(88,118)	-
Deferred tax on remeasurements of post-employment benefit obligations	-	4,235	-
Other comprehensive loss for the period/year, net of tax	-	(83,883)	-
Total comprehensive income/(loss) for the period/year	756,817	717,793	(131,847)

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Statement of changes in equity for the three months ended 31 March 2024

	Stated capital USD	Statutory reserve USD	Retained earnings USD	Total USD
At 01 January 2024	13,200,000	2,212,640	685,048	16,097,688
Profit for the period	-	-	756,817	756,817
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	756,817	756,817
At 31 March 2024	13,200,000	2,212,640	1,441,865	16,854,505
At 01 January 2023	13,200,000	2,092,389	87,506	15,379,895
Profit for the year	-	-	801,676	801,676
Other comprehensive loss	-	-	(83,883)	(83,883)
Total comprehensive income for the year	-	-	717,793	717,793
Transfer to statutory reserve	-	120,251	(120,251)	-
At 31 December 2023	13,200,000	2,212,640	685,048	16,097,688
At 01 January 2023	13,200,000	2,092,389	87,506	15,379,895
Loss for the period	-	-	(131,847)	(131,847)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	-	-	(131,847)	(131,847)
At 31 March 2023	13,200,000	2,092,389	(44,341)	15,248,048

WARWYCK PRIVATE BANK LTD

ABRIDGED UNAUDITED INTERIM FINANCIAL STATEMENTS

Statement of cash flows for the three months ended 31 March 2024

	March 2024 USD	December 2023 USD	March 2023 USD
Cash flows from operating activities			
Profit/(loss) before tax	756,817	862,120	(131,847)
Adjustments for:			
Depreciation of property, plant and equipment	35,029	195,801	53,748
Depreciation of right of use assets	-	5,564	5,564
Amortisation of intangible assets	42,731	197,835	50,125
Net loss on sale of property, plant and equipment	-	9,146	-
Net gains on disposal of investment in securities	(436,239)	(83,392)	-
Fair value (gains) / losses on investment	(90,718)	(460,099)	-
Net foreign exchange differences	821,812	-	-
Interest expense	417,164	431,571	35,178
Interest expense on lease liabilities	-	50	50
Interest on treasury bills	(67,981)	(2,842)	-
Other interest income	(852,665)	(2,588,722)	(421,435)
Provision for retirement benefit obligations	-	(24,997)	-
Total adjustments	(130,867)	(2,320,085)	(276,770)
Changes in operating assets and liabilities			
Decrease/(increase) in placement with other banks	1,539,434	330,942	629,224
Decrease/(increase) in loans and advances	1,139,011	1,981,612	2,716,355
Decrease in other assets	571,993	519,610	3,186,867
Increase/(decrease) in deposits from customers	(14,609,211)	114,421,991	5,735,622
Increase/(decrease) in other liabilities	4,227	12,702	(63,662)
Interest paid	(437,576)	(306,583)	(38,285)
Interest received	908,683	2,505,248	404,551
Net cash (used in) / generated from operating activities	(10,257,489)	118,007,557	12,162,055
Cash flows from investing activities			
Acquisition of property, plant and equipment	(17,482)	(29,600)	(10,523)
Investment in securities	-	(88,629,200)	-
Investment in treasury bills	-	(7,372,121)	-
Proceeds from disposal of securities	27,954,845	14,403,838	-
Proceeds from disposal of property, plant and equipment	-	47,873	-
Net cash generated from / (used in) investing activities	27,937,363	(81,579,210)	(10,523)
Cash flows from financing activities			
Principal paid on lease liabilities	-	(5,999)	(5,949)
Interest paid on lease liabilities	-	(50)	(50)
Net cash used in financing activities	-	(6,049)	(5,999)
Net increase in cash and cash equivalents	17,697,874	36,422,298	12,145,533
Cash and cash equivalents at the beginning of the year	65,735,229	29,312,931	29,312,931
Effects of foreign exchange rates	1,294,639	-	-
Cash and cash equivalents at the end of period/year	84,709,742	65,735,229	41,458,464