

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

36 RELATED PARTY DISCLOSURES

Compensation to key management personnel (Including executive director)

Short-term employee benefits

	THE GROUP			THE BANK		
	2021	2020	2019	2021	2020	2019
	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000
	146,420	153,694	132,870	138,570	142,602	112,262

Transactions with directors and key management personnel of the Group and the Bank

The following table provides the total amount of transactions, which have been entered into with key management personnel for the relevant financial year:

THE GROUP

Directors and key management personnel of the Group:

Loans and advances

Deposits from customers:

- Term deposits

- Savings and current accounts

Directors' fees

Other fees

Other expense

	2021		2020		2019	
	Balances as at 30 June 2021	Income from / (expense to) MUR'000	Balances as at 30 June 2020	Income from / (expense to) MUR'000	Balances as at 30 June 2019	Income from / (expense to) MUR'000
	45,016	1,737	49,496	2,093	51,530	2,509
	24,702	(963)	50,662	(1,286)	47,719	(1,433)
	86,930	(463)	130,706	(2,352)	105,930	(3,582)
	111,632	(1,426)	181,368	(3,638)	153,649	(5,015)
	3,756	(19,690)	3,833	(10,381)	4,230	(8,062)
	-	(1,871)	6,341	(3,071)	3,761	(2,150)
	39,136	(3,319)	36,847	(314)	21,190	(531)
	154,524	(26,306)	228,389	(17,404)	182,830	(15,758)

THE BANK

Directors of the Bank:

Loans and advances

Deposits from customers:

- Term deposits

- Savings and current accounts

Directors' fees

Other fees

	2021		2020		2019	
	Balances as at 30 June 2021	Income from / (expense to) MUR'000	Balances as at 30 June 2020	Income from / (expense to) MUR'000	Balances as at 30 June 2019	Income from / (expense to) MUR'000
	194	427	12,595	922	27,076	1,070
	16,162	(954)	43,674	(1,179)	39,003	(966)
	8,141	(104)	27,465	(367)	26,625	(1,209)
	24,303	(1,058)	71,139	(1,546)	65,628	(2,175)
	3,756	(19,690)	3,273	(10,381)	4,230	(7,502)
	-	(1,909)	6,341	(3,073)	3,761	(2,150)
	28,059	(22,657)	80,753	(15,000)	73,619	(11,827)

Key management personnel of the Bank:

Loans and advances

Deposits from customers:

- Term deposits

- Savings and current accounts

Other expense

	2021		2020		2019	
	Balances as at 30 June 2021	Income from / (expense to) MUR'000	Balances as at 30 June 2020	Income from / (expense to) MUR'000	Balances as at 30 June 2019	Income from / (expense to) MUR'000
	35,187	1,074	36,879	1,148	18,559	987
	8,540	(9)	6,426	(107)	8,716	(467)
	34,356	(176)	48,181	(301)	21,812	(657)
	42,896	(185)	54,607	(408)	30,528	(1,124)
	39,136	(3,319)	36,847	(314)	21,190	(530)
	82,032	(3,504)	91,454	(722)	51,718	(1,654)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

36 RELATED PARTY DISCLOSURES (Cont'd)

Transactions with other related parties

In addition to transactions with key management personnel, the Group and the Bank entered into transactions with entities having significant influence over the Group and the Bank. The following table shows the outstanding balance and the corresponding transaction during the year.

(a) THE GROUP	Fees from related parties	Fees to related parties	Interest from related parties	Interest to related parties	Amount owed by related parties	Amount owed to related parties	Bank balances with related parties
	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000
2021							
Entities with significant influence over the Group	2,293	57,004	44,059	4,556	1,517,524	1,069,996	13,949,487
2020							
Entities with significant influence over the Group	12,139	69,794	145,041	11,375	2,265,234	288,638	86,230
2019							
Entities with significant influence over the Group	7,455	70,025	181,419	18,853	14,398,153	510,382	148,606
(b) THE BANK							
2021							
Entities with significant influence over the Bank	2,165	56,151	44,059	4,544	1,517,524	1,037,311	13,949,487
Subsidiary companies	852	533	-	-	-	14,111	-
	3,017	56,684	44,059	4,544	1,517,524	1,051,422	13,949,487
2020							
Entities with significant influence over the Bank	11,961	69,794	145,041	8,274	2,265,234	267,816	86,230
Subsidiary companies	1,704	2,995	-	1,502	39,198	32,307	-
	13,665	72,789	145,041	9,776	2,304,432	300,123	86,230
2019							
Entities with significant influence over the Bank	7,392	70,025	181,132	17,135	14,392,484	452,889	148,606
Subsidiary companies	7,649	-	200	2,648	84,843	177,678	-
	15,041	70,025	181,332	19,783	14,477,327	630,567	148,606

Terms and conditions of transactions with related parties

The above mentioned outstanding balances arose in the normal course of business. For the year ended 30 June 2021, the Group and the Bank have raised expected credit losses for doubtful debts relating to amounts owed by relating parties as per ECL model currently being applied on financial assets. At 30 June 2021, none of the facilities to related parties was non-performing (2020: MUR Nil, 2019: MUR Nil). In addition, for the year ended 30 June 2021 the Bank has not written off any amount owed by related party (2020: MUR Nil, 2019: MUR Nil).

The total on and off balance sheet exposure to the related parties amounted to MUR 1.98 bn (2020: MUR 1.7 bn, 2019: MUR 3.0 bn) representing 7.13% (2020: 5.5%, 2019: 10%) of loan and advances exposure.

Amount due to/from related parties

The related party transactions were carried out under market terms and conditions with the exception of loans to Key Management Personnel who benefited from preferential rates as applicable to staff. The above balances were unsecured.