

HSBC Bank (Mauritius) Limited

Unaudited statement of profit or loss and other comprehensive income for the period ended 30 September 2020

	Three months ended 30 September 2020 USD'000	Three months ended 30 September 2019 USD'000	Nine months ended 30 September 2020 USD'000	Nine months ended 30 September 2019 USD'000	Year ended 31 December 2019 USD'000
Interest income	7,289	19,480	32,861	67,424	86,508
Interest expense	(1,835)	(6,323)	(10,305)	(22,734)	(28,474)
Net interest income	5,454	13,157	22,556	44,690	58,034
Fee and commission income	1,543	1,598	4,562	4,895	6,670
Fee and commission expense	(255)	(145)	(681)	(488)	(683)
Net fee and commission income	1,288	1,453	3,881	4,407	5,987
Net trading income	261	912	1,434	2,425	3,326
	7,003	15,522	27,871	51,522	67,347
Other operating income	89	83	287	287	381
Total operating income	7,092	15,605	28,158	51,809	67,728
Net impairment (loss)/reversal on financial assets	635	47	(515)	87	158
Personnel expenses	(863)	(995)	(2,630)	(2,819)	(3,802)
Depreciation	(31)	(37)	(98)	(113)	(148)
Other expenses	(2,835)	(3,354)	(8,502)	(9,520)	(12,988)
Total expenses	(3,729)	(4,386)	(11,230)	(12,452)	(16,938)
Profit before income tax	3,998	11,266	16,413	39,444	50,948
Income tax expense	(250)	(423)	(1,531)	(1,304)	(1,741)
Profit for the period/year	3,748	10,843	14,882	38,140	49,207
Other comprehensive income					
Items that will not be reclassified to profit or loss					
Remeasurements of defined benefit liabilities	(23)	(73)	(154)	(250)	(378)
Related tax	4	(8)	13	3	(6)
	(19)	(81)	(141)	(247)	(384)
Items that may be reclassified to profit or loss					
Net change in fair value on debt instruments	(62)	193	(138)	193	206
	(81)	112	(279)	(54)	(178)
Total comprehensive income for the period/year	3,667	10,955	14,603	38,086	49,029

HSBC Bank (Mauritius) Limited

Unaudited statement of financial position at 30 September 2020

	30 September 2020 USD'000	30 September 2019 USD'000	31 December 2019 USD'000
Assets			
Cash and cash equivalents	1,281,976	551,039	1,167,107
Trading assets	837	396	37
Loans and advances to banks	372,528	387,586	204,607
Loans and advances to customers	1,301,323	1,613,407	1,351,969
Investment securities	504,010	353,502	453,108
Other assets	24,616	31,518	22,590
Property, plant and equipment	668	785	760
Deferred tax assets	163	144	131
Total assets	3,486,121	2,938,377	3,200,309

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Unaudited statement of financial position (continued) at 30 September 2020

	30 September 2020 USD'000	30 September 2019 USD'000	31 December 2019 USD'000
Liabilities			
Deposits from customers	2,437,332	1,679,138	1,952,340
Trading liabilities	219	41	234
Other borrowed funds	755,015	907,594	884,985
Current tax liabilities	145	413	396
Other liabilities	11,884	25,211	25,431
Total liabilities	3,204,595	2,612,397	2,863,386
Shareholder's equity			
Stated capital – paid up	72,957	72,957	72,957
Retained earnings	120,557	160,358	175,444
Other reserves	88,012	92,665	88,522
Total equity attributable to equity holder	281,526	325,980	336,923
Total liabilities and shareholder's equity	3,486,121	2,938,377	3,200,309
CONTINGENT LIABILITIES			
Guarantees, letters of credit, endorsements and other obligations.	134,737	63,823	49,121
Commitments	227,618	502,663	510,719

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Unaudited statement of changes in equity for the period ended 30 September 2020

	Stated capital	Retained earnings	Other reserves			Fair value reserve	Total equity
			Statutory reserve	General banking reserve	Reserves for own shares		
	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000
Balance at 1 January 2018	72,957	156,742	72,957	20,983	39	(156)	323,522
Profit for the year	-	52,625	-	-	-	-	52,625
Other comprehensive income							
Net change in fair value	-	-	-	-	-	99	99
Remeasurements of defined benefit liabilities	-	(443)	-	-	-	-	(472)
Tax on other comprehensive income	-	93	-	-	-	-	93
Total other comprehensive income for the year	-	(350)	-	-	-	99	(280)
Total comprehensive income for the year	-	52,275	-	-	-	99	52,345
Transactions with owner of the Bank							
Dividends paid	-	(60,000)	-	-	-	-	(60,000)
Exchange difference	-	-	-	-	(1)	-	(1)
Transactions with owner of the Bank	-	(60,000)	-	-	(1)	-	(60,001)
Transfer to general banking reserve	-	(110)	-	110	-	-	-
Balance at 31 December 2018	72,957	148,907	72,957	21,093	38	(57)	315,895
Profit for the year	-	49,207	-	-	-	-	49,207
Other comprehensive income							
Net change in fair value	-	-	-	-	-	206	206
Remeasurements of defined benefit liabilities	-	(378)	-	-	-	-	(378)
Tax on other comprehensive income	-	(6)	-	-	-	-	(6)
Total other comprehensive income	-	(384)	-	-	-	206	(178)
Total comprehensive income	-	48,823	-	-	-	206	49,029
Transactions with owner of the Bank							
Dividends paid	-	(28,000)	-	-	-	-	(28,000)
Exchange difference	-	-	-	-	(1)	-	(1)
Transactions with owner of the Bank	-	(28,000)	-	-	(1)	-	(28,001)
Transfer from general banking reserve	-	5,714	-	(5,714)	-	-	-
Balance at 31 December 2019	72,957	175,444	72,957	15,379	37	149	336,923
Profit for the period	-	14,882	-	-	-	-	14,882
Other comprehensive income							
Net change in fair value	-	-	-	-	-	(138)	(138)
Remeasurements of defined benefit liabilities	-	(154)	-	-	-	-	(154)
Tax on other comprehensive income	-	13	-	-	-	-	13
Total other comprehensive income	-	(141)	-	-	-	(138)	(279)
Total comprehensive income	-	14,741	-	-	-	(138)	14,603
Transactions with owner of the Bank							
Dividends paid	-	(70,000)	-	-	-	-	(70,000)
Movement during the year	-	(43)	-	-	43	-	-
Exchange difference	-	-	-	-	-	-	-
Transactions with owner of the Bank	-	(70,043)	-	-	43	-	(70,000)
Transfer to general banking reserve	-	415	-	(415)	-	-	-
Balance at 30 September 2020	72,957	120,557	72,957	14,964	80	11	281,526

HSBC Bank (Mauritius) Limited

Unaudited statement of cash flows for the period ended 30 September 2020

	30 September 2020	30 September 2019	31 December 2019
	USD'000	USD'000	USD'000
Cash flows from operating activities			
Profit before income tax	16,413	39,444	50,948
Adjustments for:			
Depreciation	98	113	148
Loss on sale of equipment	6	3	2
Net impairment loss/(reversal) on financial assets	515	(87)	(158)
Net interest income	(22,556)	(44,690)	(58,034)
Exchange differences in respect of cash and cash equivalents	(607)	1,518	(149)
	(6,131)	(3,699)	(7,243)
Change in:			
Other assets	(6,421)	6,254	14,257
Other liabilities	(11,821)	(390)	(219)
Trading assets	(800)	887	1,246
Trading liabilities	(15)	(1,080)	(887)
Loans and advances to banks	(168,406)	(19,370)	202,367
Loans and advances to customers	50,631	147,659	409,135
Deposits from customers	484,992	(560,953)	(287,751)
Other borrowed funds	(129,970)	50,863	45,623
	212,059	(341,089)	376,528
Interest received	35,804	73,238	93,348
Interest paid	(12,119)	(21,116)	(26,891)
Income tax paid	(1,802)	(1,964)	(2,414)
Net cash from/(used in) operating activities	233,942	(290,931)	440,571
Cash flows from investing activities			
Acquisition of equipment	(21)	(19)	(28)
Proceeds from sale of property, plant and equipment	9	-	-
Purchase of investment securities	(1,054,129)	(1,079,841)	(1,429,536)
Proceed from the sale and maturity of investment securities	1,004,536	1,179,653	1,429,654
Net cash used in investing activities	(49,605)	99,793	90
Cash flows from financing activities			
Principal elements of lease payments	(75)	(80)	(109)
Dividends paid	(70,000)	(28,000)	(28,000)
Net cash used in financing activities	(70,075)	(28,080)	(28,109)
Net change in cash and cash equivalents	114,262	(219,218)	412,552
Cash and cash equivalents at 1 January	1,167,107	754,406	754,406
Exchange differences in respect of cash and cash equivalents	607	(1,518)	149
Cash and cash equivalents at end of the period/year	1,281,976	533,670	1,167,107