

HSBC Bank (Mauritius) Limited

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

	Three months ended 30 June 2020	Three months ended 30 June 2019	Six months ended 30 June 2020	Six months ended 30 June 2019	Year Ended 31 December 2019
	USD'000	USD'000	USD'000	USD'000	USD'000
Interest income	10,017	23,181	25,572	47,944	86,508
Interest expense	(3,880)	(7,970)	(8,470)	(16,411)	(28,474)
Net interest income	6,137	15,211	17,102	31,533	58,034
Fee and commission income	1,538	1,813	3,019	3,297	6,670
Fee and commission expense	(189)	(179)	(426)	(343)	(683)
Net fee and commission income	1,349	1,634	2,593	2,954	5,987
Net trading income	351	890	1,173	1,513	3,326
	7,837	17,735	20,868	36,000	67,347
Other operating income	112	126	198	204	381
Total operating income	7,949	17,861	21,066	36,204	67,728
Net impairment (loss)/reversal of impairment on financial assets	(1,062)	49	(1,150)	40	158
Personnel expenses	(829)	(937)	(1,767)	(1,824)	(3,802)
Depreciation	(33)	(38)	(67)	(76)	(148)
Other expenses	(2,395)	(3,195)	(5,667)	(6,166)	(12,988)
Total expenses	(3,257)	(4,170)	(7,501)	(8,066)	(16,938)
Profit before income tax	3,630	13,740	12,415	28,178	50,948
Income tax expense	(782)	(311)	(1,281)	(881)	(1,741)
Profit for the period/year	2,848	13,429	11,134	27,297	49,207
Other comprehensive income					
Items that will not be reclassified to profit or loss					
Remeasurements of defined benefit liabilities	(166)	(83)	(131)	(177)	(378)
Related tax	5	5	9	11	(6)
	(161)	(78)	(122)	(166)	(384)
Items that may be reclassified to profit or loss					
Net change in fair value on debt instruments	(535)	7	(76)	4	206
	(696)	(71)	(198)	(162)	(178)
Total comprehensive income for the period/year	2,152	13,358	10,936	27,135	49,029

HSBC Bank (Mauritius) Limited

Unaudited statement of financial position at 30 June 2020

	30 June 2020	30 June 2019	31 December 2019
	USD'000	USD'000	USD'000
Assets			
Cash and cash equivalents	804,656	561,923	1,167,107
Trading assets	523	7	37
Loans and advances to banks	480,377	463,901	204,607
Loans and advances to customers	1,345,295	1,535,936	1,351,969
Investment securities	503,908	353,370	453,108
Other assets	20,262	37,163	22,590
Property, plant and equipment	697	805	760
Deferred tax assets	187	160	131
Total assets	3,155,905	2,953,265	3,200,309

HSBC Bank (Mauritius) Limited

Unaudited statement of financial position (continued)

at 30 June 2020

	30 June 2020 USD'000	30 June 2019 USD'000	31 December 2019 USD'000
Liabilities			
Deposits from customers	1,882,073	1,823,595	1,952,340
Trading liabilities	126	306	234
Other borrowed funds	911,260	756,741	884,985
Current tax liabilities	442	441	396
Other liabilities	14,147	29,153	25,431
Total liabilities	2,808,048	2,610,236	2,863,386
Shareholder's equity			
Stated capital – paid up	72,957	72,957	72,957
Retained earnings	186,018	178,289	175,444
Other reserves	88,882	91,783	88,522
Total equity attributable to equity holder	347,857	343,029	336,923
Total liabilities and shareholder's equity	3,155,905	2,953,265	3,200,309
CONTINGENT LIABILITIES			
Guarantees, letters of credit, endorsements and other obligations.	93,421	62,695	49,121
Commitments	303,055	425,293	510,719

HSBC Bank (Mauritius) Limited

Unaudited statement of changes in equity for the period ended 30 June 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)	-	-	-	-	(443)
Exchange difference on remeasurements of defined benefit liabilities	-	93	-	-	-	-	93
Total other comprehensive income for the year	-	(350)	-	-	-	99	(251)
Total comprehensive income for the year	-	52,275	-	-	-	99	52,374
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	-	11,134	-	-	-	-	11,134
Other comprehensive income							
Net change in fair value	-	-	-	-	-	(76)	(76)
Remeasurements of defined benefit liabilities	-	(131)	-	-	-	-	(131)
Tax on other comprehensive income	-	9	-	-	-	-	9
Total other comprehensive income	-	(122)	-	-	-	(76)	(198)
Total comprehensive income	-	11,012	-	-	-	(76)	10,936
Transactions with owner of the Bank							
Exchange difference	-	-	-	-	(2)	-	(2)
Transactions with owner of the Bank	-	-	-	-	(2)	-	(2)
Transfer to general banking reserve	-	(438)	-	438	-	-	-
Balance at 30 June 2020	72,957	186,018	72,957	15,817	35	73	347,857

HSBC Bank (Mauritius) Limited

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

	30 June 2020 USD'000	30 June 2019 USD'000	31 December 2019 USD'000
Cash flows from operating activities			
Profit before income tax	12,415	28,178	50,948
Adjustments for:			
Depreciation	67	76	148
Loss on sale of equipment	-	-	2
Net impairment loss/(reversal) on financial assets	1,150	(40)	(158)
Net interest income	(17,102)	(31,533)	(58,034)
Exchange differences in respect of cash and cash equivalents	3,169	34	(149)
	(301)	(3,285)	(7,243)
Change in:			
Other assets	(20)	2,418	14,257
Other liabilities	(10,586)	4,769	(219)
Trading assets	(486)	1,276	1,246
Trading liabilities	(108)	(815)	(887)
Loans and advances to banks	(276,460)	(56,926)	202,367
Loans and advances to customers	6,278	225,060	409,135
Deposits from customers	(70,267)	(416,496)	(287,751)
Other borrowed funds	26,275	(84,530)	45,623
	(325,675)	(328,529)	376,528
Interest received	26,579	51,143	93,348
Interest paid	(9,273)	(15,164)	(26,891)
Income tax paid	(1,282)	(1,521)	(2,414)
	(309,651)	(294,071)	440,571
Net cash from/(used in) operating activities			
Cash flows from investing activities			
Acquisition of equipment	(4)	(16)	(28)
Purchase of investment securities	(554,111)	(829,898)	(1,429,536)
Proceed from the sale and maturity of investment securities	504,535	929,653	1,429,654
Net cash from/(used in) investing activities	(49,580)	99,739	90
Cash flows from financing activities			
Principal elements of lease payments	(51)	(26)	(109)
Dividends paid	-	-	(28,000)
Net cash used in financing activities	(51)	(26)	(28,109)
Net change in cash and cash equivalents	(359,282)	(194,358)	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	(3,169)	(34)	149
Cash and cash equivalents at end of the period/year	804,656	560,014	1,167,107