

## HSBC Bank (Mauritius) Limited

### Unaudited statement of profit or loss and other comprehensive income

for the period ended 30 June 2023

	Three months ended	Three months ended	Six months ended	Six months ended	Year ended
	30-Jun-23	30-Jun-22	30-Jun-23	30-Jun-22	31-Dec-22
	USD'000	USD'000	USD'000	USD'000	USD'000
Interest income	48,793	9,267	89,190	14,419	67,399
Interest expense	(15,612)	(966)	(29,286)	(1,333)	(15,351)
<b>Net interest income</b>	<b>33,181</b>	<b>8,301</b>	<b>59,904</b>	<b>13,086</b>	<b>52,048</b>
Fee and commission income	1,607	1,640	3,297	3,412	6,445
Fee and commission expense	(284)	(238)	(701)	(467)	(1,336)
<b>Net fee and commission income</b>	<b>1,323</b>	<b>1,402</b>	<b>2,596</b>	<b>2,945</b>	<b>5,109</b>
Net trading income	470	645	1,168	977	3,013
	34,974	10,348	63,668	17,008	60,170
Other operating income	90	87	180	177	351
<b>Total operating income</b>	<b>35,064</b>	<b>10,435</b>	<b>63,848</b>	<b>17,185</b>	<b>60,521</b>
<b>Net impairment (charge)/release on financial assets</b>	<b>(161)</b>	<b>(44)</b>	<b>730</b>	<b>(94)</b>	<b>(1,244)</b>
Personnel expenses	(705)	(888)	(1,522)	(1,759)	(4,778)
Depreciation	(71)	(53)	(125)	(87)	(163)
Other expenses	(2,056)	(2,541)	(4,356)	(4,745)	(9,514)
<b>Total expenses</b>	<b>(2,832)</b>	<b>(3,482)</b>	<b>(6,003)</b>	<b>(6,591)</b>	<b>(14,455)</b>
<b>Profit before tax</b>	<b>32,071</b>	<b>6,909</b>	<b>58,575</b>	<b>10,500</b>	<b>44,822</b>
Tax expense	(3,882)	(402)	(7,092)	(595)	(3,837)
<b>Profit for the period/year</b>	<b>28,189</b>	<b>6,507</b>	<b>51,483</b>	<b>9,905</b>	<b>40,985</b>
<b>Other comprehensive income</b>					
<b>Items that will not be reclassified to profit or loss</b>					
Remeasurements of retirement benefits	353	(76)	332	(76)	1,166
Deferred tax on remeasurements of retirement benefits	(7)	(1)	(14)	18	132
	346	(77)	318	(58)	1,298
<b>Items that may be reclassified to profit or loss</b>					
Net change in fair value on debt instruments	(470)	172	(764)	(416)	381
Deferred tax on net change in fair value of debt instruments	1	-	24	-	(30)
	(469)	172	(740)	(416)	351
<b>Total comprehensive income for the period/year</b>	<b>28,066</b>	<b>6,602</b>	<b>51,061</b>	<b>9,431</b>	<b>42,634</b>

## HSBC Bank (Mauritius) Limited

### Unaudited statement of financial position

At 30 June 2023

	30-Jun-23 USD'000	30-Jun-22 USD'000	31-Dec-22 USD'000
<b>Assets</b>			
Cash and cash equivalents	1,275,324	1,259,084	896,930
Trading assets	76	512	1
Loans and advances to banks	393,604	116,604	576,824
Loans and advances to customers	1,237,507	1,177,745	1,219,760
Investment securities at fair value through other comprehensive income	603,859	602,453	526,458
Investment securities at amortised cost	186,355	35,472	174,383
Other assets	3,800	10,720	3,782
Property, plant and equipment	1,472	466	1,141
Deferred tax assets	362	153	418
<b>Total assets</b>	<b>3,702,359</b>	<b>3,203,209</b>	<b>3,399,697</b>

**HSBC Bank (Mauritius) Limited**

**Unaudited statement of financial position (continued)**

*At 30 June 2023*

	<b>30-Jun-23</b>	30-Jun-22	31-Dec-22
	<b>USD'000</b>	USD'000	USD'000
<b>Liabilities</b>			
Deposits from customers	<b>2,657,111</b>	2,519,660	2,304,375
Trading liabilities	<b>3</b>	257	92
Other borrowed funds	<b>735,407</b>	392,461	768,783
Current tax liabilities	<b>6,138</b>	411	3,193
Other liabilities	<b>5,524</b>	6,506	6,144
<b>Total liabilities</b>	<b>3,404,183</b>	2,919,295	3,082,587
<b>Shareholder's equity</b>			
Stated capital – paid up	<b>72,957</b>	72,957	72,957
Retained earnings	<b>136,975</b>	126,174	154,124
Other reserves	<b>88,244</b>	84,783	90,029
<b>Total equity attributable to equity holder</b>	<b>298,176</b>	283,914	317,110
<b>Total liabilities and shareholder's equity</b>	<b>3,702,359</b>	3,203,209	3,399,697
<b>CONTINGENT LIABILITIES</b>			
Guarantees, letters of credit, endorsements and other obligations	<b>38,364</b>	25,827	31,912
Commitments	<b>479,297</b>	248,439	473,343

Approved on 10 August 2023

**Gregory Lowden**  
*Managing Director*

**Rajiv Gopaul**  
*Director*

**Hajrah Sakauloo**  
*Director*

**HSBC Bank (Mauritius) Limited**

**Unaudited statement of changes in equity**

for the period ended 30 June 2023

	Other reserves						Total equity
	Stated capital	Retained earnings	Statutory reserve	General banking reserve	Share-based payment	Fair value reserve	
	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000
<b>Balance at 1 January 2021</b>	<b>72,957</b>	<b>122,557</b>	<b>72,957</b>	<b>15,340</b>	<b>85</b>	<b>31</b>	<b>283,927</b>
Profit for the year	-	16,074	-	-	-	-	16,074
Other comprehensive income							
Net change in fair value on debt instruments	-	-	-	-	-	(321)	(321)
Remeasurements of retirement obligations	-	866	-	-	-	-	866
Tax on other comprehensive income	-	(68)	-	-	-	-	(68)
Total other comprehensive income for the year	-	798	-	-	-	(321)	477
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>16,872</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(321)</b>	<b>16,551</b>
Transactions with owner of the Bank							
Share-based payment	-	-	-	-	(3)	-	(3)
Transactions with owner of the Bank	-	-	-	-	(3)	-	(3)
Transfer to general banking reserve	-	(530)	-	530	-	-	-
<b>Balance at 31 December 2021</b>	<b>72,957</b>	<b>138,899</b>	<b>72,957</b>	<b>15,870</b>	<b>82</b>	<b>(290)</b>	<b>300,475</b>
Profit for the year	-	40,985	-	-	-	-	40,985
Other comprehensive income							
Net change in fair value on debt instruments	-	-	-	-	-	381	381
Remeasurements of retirement obligations	-	1,166	-	-	-	-	1,166
Tax on other comprehensive income	-	132	-	-	-	(30)	102
Impact of change in deferred tax rate	-	-	-	-	-	-	-
Total other comprehensive income for the year	-	1,298	-	-	-	351	1,649
Total comprehensive income for the year	-	42,283	-	-	-	351	42,634
<b>Transactions with owner of the Bank</b>							
Dividends paid	-	(26,000)	-	-	-	-	(26,000)
Share-based payment	-	-	-	-	1	-	1
Transactions with owner of the Bank	-	(26,000)	-	-	1	-	(25,999)
Transfer to general banking reserve	-	(1,058)	-	1,058	-	-	-
<b>Balance at 31 December 2022</b>	<b>72,957</b>	<b>154,124</b>	<b>72,957</b>	<b>16,928</b>	<b>83</b>	<b>61</b>	<b>317,110</b>
Profit for the year	-	51,483	-	-	-	-	51,483
Other comprehensive income							
Net change in fair value on debt instruments	-	-	-	-	-	(764)	(764)
Remeasurements of retirement obligations	-	332	-	-	-	-	332
Tax on other comprehensive income	-	(14)	-	-	-	24	10
Total other comprehensive income for the year	-	318	-	-	-	(740)	(422)
Total comprehensive income for the year	-	51,801	-	-	-	(740)	51,061
<b>Transactions with owner of the Bank</b>							
Dividends paid	-	(70,000)	-	-	-	-	(70,000)
Share-based payment	-	-	-	-	5	-	5
Transactions with owner of the Bank	-	(70,000)	-	-	5	-	(69,995)
Transfer to general banking reserve	-	1,050	-	(1,050)	-	-	-
<b>Balance at 30 June 2023</b>	<b>72,957</b>	<b>136,975</b>	<b>72,957</b>	<b>15,878</b>	<b>88</b>	<b>(679)</b>	<b>298,176</b>

**HSBC Bank (Mauritius) Limited**  
**Unaudited statement of cash flows**  
*for the period ended 30 June 2023*

	<b>30-Jun-23</b>	30-Jun-22	31-Dec-22
	<b>USD'000</b>	USD'000	USD'000
<b>Cash flows from operating activities</b>			
Profit before tax	58,575	3,591	44,822
<b>Adjustments for:</b>			
Depreciation	125	34	163
Net impairment (reversal)/charge on financial assets	(730)	50	1,244
Net interest income	(59,904)	(4,785)	(52,048)
Exchange differences in respect of cash and cash equivalents	(119)	230	(3,429)
Exchange differences in respect of investment securities	-	-	-
<b>Change in:</b>			
Other assets	23,141	(4,469)	412
Other liabilities	(714)	374	2,660
Trading assets	(75)	394	393
Trading liabilities	(89)	569	84
Loans and advances to banks	184,946	266,541	(162,438)
Loans and advances to customers	(14,209)	57,039	(51,043)
Deposits from customers	350,947	(561,140)	(603,438)
Other borrowed funds	(31,538)	4,685	462,899
	<b>510,356</b>	<b>(236,887)</b>	<b>(359,719)</b>
Interest received	68,193	5,640	60,742
Interest paid	(29,335)	(238)	(10,851)
Tax paid	(4,081)	-	(976)
<b>Net cash generated from/(used in) operating activities</b>	<b>545,133</b>	<b>(231,485)</b>	<b>(310,804)</b>
<b>Cash flows from investing activities</b>			
Acquisition of equipment	(456)	(5)	(1,123)
Purchase of investment securities at fair value through other comprehensive	(2,082,258)	(500,000)	(3,732,531)
Proceed from the sale and maturity of investment securities	1,836,745	597,000	4,004,598
<b>Net cash (used in)/from investing activities</b>	<b>(245,969)</b>	<b>96,995</b>	<b>270,944</b>
<b>Cash flows from financing activities</b>			
Dividends paid	(70,000)	-	(26,000)
Principal elements of lease payments	(54)	(32)	(147)
<b>Net cash used in financing activities</b>	<b>(70,054)</b>	<b>(32)</b>	<b>(26,147)</b>
<b>Net change in cash and cash equivalents</b>	<b>229,110</b>	<b>(134,522)</b>	<b>(66,007)</b>
Cash and cash equivalents at 1 January	1,046,095	1,005,581	1,105,581
Exchange differences in respect of cash and cash equivalents	119	656	6,521
<b>Cash and cash equivalents at end of the period/year</b>	<b>1,275,324</b>	<b>871,715</b>	<b>1,046,095</b>