

## The Hongkong and Shanghai Banking Corporation Limited – Mauritius Branch

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

for the period ended 30 June 2024

	Three months ended 30-Jun-24 MUR'000	Three months ended 30-Jun-23 MUR'000	Six months ended 30-Jun-24 MUR'000	Six months ended 30-Jun-23 MUR'000	Year ended 31-Dec-23 MUR'000
Interest income	106,645	103,873	188,232	193,670	367,520
Interest expense	(13,368)	(6,024)	(18,023)	(12,781)	(20,652)
<b>Net interest income</b>	<b>93,277</b>	<b>97,849</b>	<b>170,209</b>	<b>180,889</b>	<b>346,868</b>
Fee and commission income	20,572	21,483	40,076	42,730	89,906
Fee and commission expense	(829)	(951)	(1,775)	(1,982)	(7,993)
<b>Net fee and commission income</b>	<b>19,743</b>	<b>20,532</b>	<b>38,301</b>	<b>40,748</b>	<b>81,913</b>
Net trading income	30,243	41,248	64,102	83,415	163,327
	143,263	159,629	272,613	305,052	592,108
Other operating income	53,910	44,953	136,145	94,040	183,887
<b>Total operating income</b>	<b>197,173</b>	<b>204,582</b>	<b>408,758</b>	<b>399,092</b>	<b>775,995</b>
<b>Net impairment release on financial assets</b>	<b>4,858</b>	<b>18,388</b>	<b>7,814</b>	<b>14,451</b>	<b>20,268</b>
Personnel expenses	(88,142)	(147,690)	(165,387)	(231,670)	(386,751)
Operating lease expenses	367	(714)	302	(1,159)	(1,307)
Depreciation and amortisation	(6,485)	(7,800)	(10,163)	(15,768)	(36,938)
Other expenses	(164,422)	(127,335)	(315,450)	(264,871)	(555,151)
<b>Total expenses</b>	<b>(258,682)</b>	<b>(283,539)</b>	<b>(490,698)</b>	<b>(513,468)</b>	<b>(980,147)</b>
<b>Loss before income tax</b>	<b>(56,651)</b>	<b>(60,568)</b>	<b>(74,127)</b>	<b>(99,925)</b>	<b>(183,884)</b>
Income tax credit	-	(19,411)	-	(34,079)	-
Loss after tax in respect of continuing operations	(56,651)	(79,979)	(74,127)	(134,004)	(183,884)
(Loss)/profit after tax in respect of discontinued operations	(94,258)	75,908	(26,077)	158,080	(277,366)
<b>(Loss)/profit for the period/year</b>	<b>(150,909)</b>	<b>(4,072)</b>	<b>(100,203)</b>	<b>24,076</b>	<b>(461,250)</b>
<b>Other comprehensive income</b>					
<b>Items that will not be reclassified to profit or loss</b>					
Remeasurements of retirement benefits	(565)	425	(6,609)	(17,304)	1,443
Gain/(loss) on revaluation of land and buildings	35,715	-	35,715	-	(29,973)
	35,150	425	29,106	(17,304)	(28,530)
<b>Items that may be reclassified to profit or loss</b>					
Net change in fair value of financial assets at fair value through other comprehensive income	10,935	10,258	25,730	29,993	54,871
	10,935	10,258	25,730	29,993	54,871
<b>Total other comprehensive income for the period/year</b>	<b>46,085</b>	<b>10,683</b>	<b>54,837</b>	<b>12,689</b>	<b>26,341</b>
<b>Total comprehensive (loss)/income for the period/year</b>	<b>(104,824)</b>	<b>6,611</b>	<b>(45,367)</b>	<b>36,765</b>	<b>(434,909)</b>



## The Hongkong and Shanghai Banking Corporation Limited – Mauritius Branch

### Unaudited statement of financial position

at 30 June 2024

	<b>30-Jun-24</b>	30-Jun-23	31-Dec-23
	<b>MUR'000</b>	MUR'000	MUR'000
<b>ASSETS</b>			
Cash and cash equivalents	<b>13,706,396</b>	6,302,985	8,682,076
Trading assets	<b>3,527</b>	2,641	31
Loans and advances to banks	<b>974,037</b>	246,376	650,864
Loans and advances to customers	<b>4,138,032</b>	12,195,016	4,615,880
Investment securities at fair value through other comprehensive income	<b>1,313,105</b>	6,842,621	5,649,758
Investment securities at amortised cost	<b>915,578</b>	1,454,590	1,309,196
Assets held for sale	<b>6,785,431</b>	-	6,480,194
Other assets	<b>2,684,125</b>	2,683,932	2,674,820
Intangible assets	<b>1,668</b>	2,358	2,012
Property, plant and equipment	<b>71,958</b>	383,841	276,650
<b>Total assets</b>	<b>30,593,857</b>	30,114,360	30,341,481

**The Hongkong and Shanghai Banking Corporation Limited – Mauritius Branch**

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

at 30 June 2024

	<b>30-Jun-24</b>	30-Jun-23	31-Dec-23
	<b>MUR'000</b>	MUR'000	MUR'000
<b>LIABILITIES</b>			
Deposits from banks	489,741	605,502	236,916
Deposits from customers	6,484,599	26,299,993	6,871,642
Trading liabilities	7,233	3,008	603
Other borrowed funds	1,866,595	166,385	133,687
Liabilities directly associated with assets classified as held for sale	18,244,516	-	19,662,529
Current tax liabilities	-	34,886	-
Other liabilities	985,812	681,226	878,198
<b>Total liabilities</b>	<b>28,078,496</b>	<b>27,791,000</b>	<b>27,783,575</b>
<b>Shareholder's funds</b>			
Assigned capital	1,499,750	794,150	1,499,750
Retained earnings	349,966	907,900	451,573
Other reserves	665,645	621,310	606,583
<b>Total shareholder's funds</b>	<b>2,515,361</b>	<b>2,323,360</b>	<b>2,557,906</b>
<b>Total liabilities and shareholder's funds</b>	<b>30,593,857</b>	<b>30,114,360</b>	<b>30,341,481</b>
<b>CONTINGENT LIABILITIES</b>			
Guarantees, letters of credit, endorsements and other obligations on account of customers	2,630,541	2,840,699	2,498,438
Undrawn commitments	10,892,324	8,812,220	10,010,514

Approved on 9 August 2024

**Gregory Lowden**  
Chief Executive Officer

**Rajiv Gopaul**  
Head of Finance

**The Hongkong and Shanghai Banking Corporation Limited - Mauritius Branch**

**Unaudited Statement of changes in equity**  
for the period ended 30 June 2024

	Assigned capital	Retained earnings	Other Reserves					Total shareholder's funds
			Share based payment	Revaluation reserve	Statutory reserve	General banking reserve	Fair value reserve	
	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000
<b>Balance at 1 January 2022</b>	794,150	1,172,632	12,493	221,332	306,835	91,881	59,312	2,658,635
<b>Total comprehensive income</b>								
Loss for the year from continuing operations	-	(105,612)	-	-	-	-	-	(105,612)
<i>Other comprehensive income</i>								
Net change in fair value of financial asset at FVOCI	-	-	-	-	-	-	(100,307)	(100,307)
Realisation of revaluation reserve to retained earnings	-	2,098	-	(2,098)	-	-	-	-
Remeasurements of retirement obligations	-	124,837	-	-	-	-	-	124,837
Revaluation of land and buildings	-	-	-	12,998	-	-	-	12,998
Write off of deferred tax	-	(93,894)	-	4,915	-	-	4,607	(84,372)
<b>Total other comprehensive income</b>		33,041	-	15,815	-	-	(154,897)	(106,041)
<b>Total comprehensive income from continuing operations</b>		(72,571)	-	15,815	-	-	(154,897)	(211,653)
<b>Total comprehensive income from discontinued operations</b>		117,505	-	-	-	-	-	117,505
<b>Transactions with owner of the Bank</b>								
Other movements during the year	-	-	1,830	-	-	-	-	1,830
Net change in fair value of share-based payment liability	-	342	(342)	-	-	-	-	-
Profit remittance to Head office		(280,682)	-	-	-	-	-	(280,682)
<b>Transactions with owner of the Bank</b>		(280,340)	1,488	-	-	-	-	(278,852)
Transfer to general banking reserve	-	(40,952)	-	-	-	40,952	-	-
<b>Balance at 31 December 2022</b>	794,150	896,274	13,981	237,147	306,835	132,833	(95,585)	2,285,635
<b>Total comprehensive income</b>								
Loss for the year from continuing operations	-	(183,884)	-	-	-	-	-	(183,884)
<i>Other comprehensive income</i>								
Net change in fair value of financial asset at FVOCI	-	-	-	-	-	-	54,871	54,871
Realisation of revaluation reserve to retained earnings	-	1,073	-	(1,073)	-	-	-	-
Remeasurements of retirement obligations	-	1,443	-	-	-	-	-	1,443
Revaluation of land and buildings	-	-	-	(29,973)	-	-	-	(29,973)
<b>Total other comprehensive income</b>		2,516	-	(31,046)	-	-	54,871	26,341
<b>Total comprehensive income from continuing operations</b>		(181,368)	-	(31,046)	-	-	54,871	(157,543)
<b>Total comprehensive income from discontinued operations</b>		(277,366)	-	-	-	-	-	(277,366)
<b>Transactions with owner of the Bank</b>								
Other movements during the year	705,600	-	1,580	-	-	-	-	707,180
Net change in fair value of share-based payment liability	-	(647)	647	-	-	-	-	-
<b>Transactions with owner of the Bank</b>	705,600	(647)	2,227	-	-	-	-	707,180
Transfer from general banking reserve	-	14,680	-	-	-	(14,680)	-	-
<b>Balance at 31 December 2023</b>	1,499,750	451,573	16,208	206,101	306,835	118,153	(40,714)	2,557,906
<b>Total comprehensive income</b>								
Loss for the year from continuing operations	-	(74,127)	-	-	-	-	-	(74,127)
<i>Other comprehensive income</i>								
Net change in fair value of financial asset at FVOCI	-	-	-	-	-	-	25,730	25,730
Realisation of revaluation reserve to retained earnings	-	-	-	-	-	-	-	-
Remeasurements of retirement obligations	-	(6,609)	-	-	-	-	-	(6,609)
Revaluation of land and buildings	-	-	-	35,715	-	-	-	35,715
<b>Total other comprehensive income</b>		(6,609)	-	35,715	-	-	25,730	54,837
<b>Total comprehensive income from continuing operations</b>		(80,735)	-	35,715	-	-	25,730	(19,290)
<b>Total comprehensive income from discontinued operations</b>		(26,077)	-	35,715	-	-	25,730	35,369
<b>Transactions with owner of the Bank</b>								
Other movements during the year	-	-	2,822	-	-	-	-	2,822
<b>Transactions with owner of the Bank</b>	-	-	2,822	-	-	-	-	2,822
Transfer from general banking reserve	-	5,205	-	-	-	(5,205)	-	-
<b>Balance at 30 June 2024</b>	1,499,750	349,966	19,030	241,816	306,835	112,948	(14,984)	2,515,361

## The Hongkong and Shanghai Banking Corporation Limited – Mauritius Branch

### Unaudited statement of cash flows for the period ended 30 June 2024

	30-Jun-24 MUR'000	30-Jun-23 MUR'000	31-Dec-23 MUR'000
<b>Cash flows from operating activities</b>			
Profit/(loss) before income tax from:			
Continuing operations	(74,127)	(99,925)	(183,884)
Discontinued operations	(26,077)	164,435	(277,366)
<b>(Loss)/profit before income tax including discontinued operations</b>	<b>(100,203)</b>	<b>64,510</b>	<b>(461,250)</b>
<b>Adjustments for:</b>			
Depreciation and amortisation	14,843	21,103	49,204
Impairment of property, plant and equipment	-	-	25,873
Loss on disposal of property, plant and equipment	43,362	-	745
Profit on modification of lease	-	-	(98)
Net impairment release on financial assets	(1,203)	(19,594)	(26,960)
Net interest income	(335,634)	(368,557)	(737,709)
Exchange differences in respect of cash and cash equivalents	(414,559)	111,404	(62,449)
	<b>(793,395)</b>	<b>(191,134)</b>	<b>(1,212,644)</b>
<b>Change in:</b>			
Other assets	(11,195)	(169,590)	(180,308)
Other liabilities	(25,928)	54,768	683,905
Trading assets	(3,496)	2,889	5,499
Trading liabilities	6,630	(3,863)	(6,268)
Loans and advances to customers	469,496	(54,167)	1,149,202
Loans and advances to banks	(319,736)	(49,488)	(454,155)
Deposits from customers	(1,768,933)	(35,824)	(130,130)
Deposits from banks	252,825	154,271	(214,315)
Interest received	573,917	583,484	1,201,432
Interest paid	(256,547)	(169,587)	(503,049)
Other borrowed funds	1,732,908	(278,109)	(310,807)
	<b>(143,454)</b>	<b>(156,350)</b>	<b>28,362</b>
Tax paid	-	(49,647)	(44,099)
<b>Net cash used in operating activities</b>	<b>(143,454)</b>	<b>(205,997)</b>	<b>(15,737)</b>
<b>Cash flows from investing activities</b>			
Acquisition of property, plant and equipment	(20,204)	(13,755)	(40,294)
Proceeds from disposal of property, plant and equipment	-	-	400
Purchase of investment securities	(6,784,504)	(100,070,640)	(119,948,697)
Proceed from sale and maturity of investment securities	11,544,697	104,801,966	120,827,395
<b>Net cash from investing activities</b>	<b>4,739,989</b>	<b>4,717,571</b>	<b>838,804</b>
<b>Cash flows from financing activities</b>			
Principal element of lease payments	(5,281)	(8,225)	(14,488)
Capital increase	-	-	705,600
<b>Net cash (used in)/from financing activities</b>	<b>(5,281)</b>	<b>(8,225)</b>	<b>691,112</b>
<b>Net change in cash and cash equivalents</b>	<b>4,591,254</b>	<b>4,503,349</b>	<b>1,514,179</b>
Cash and cash equivalents at 1 January	8,794,779	7,218,151	7,218,151
Exchange differences in respect of cash and cash equivalents	414,559	(111,404)	62,449
<b>Cash and cash equivalents at end of period/year</b>	<b>13,800,592</b>	<b>11,610,096</b>	<b>8,794,779</b>