

The Hongkong and Shanghai Banking Corporation Limited

Unaudited statement of profit or loss and other comprehensive income
for the quarter ended 31 March 2015

	Period ended 31-Mar-15 MUR'000	Period ended 31-Mar-14 MUR'000	Year ended 31-Dec-14 MUR'000
Interest income	198,356	231,236	886,288
Interest expense	(68,281)	(84,388)	(321,451)
Net interest income	130,075	146,848	564,837
Fee and commission income	50,108	50,253	223,360
Fee and commission expense	(6,772)	(5,065)	(26,703)
Net fee and commission income	43,336	45,188	196,657
Net trading income	71,364	35,971	165,985
Revenue	244,775	228,007	927,479
Other operating income	69,448	30,552	126,567
Operating income	314,223	258,559	1,054,046
Net impairment gain on financial assets	(1,853)	(4,225)	(6,303)
Personnel expenses	(87,346)	(88,299)	(331,296)
Operating lease expenses	(11,588)	(10,562)	(44,501)
Depreciation	(3,641)	(3,737)	(14,168)
Amortisation	-	(166)	(166)
Other expenses	(108,213)	(81,939)	(334,848)
Total expenses	(210,788)	(184,703)	(724,979)
Profit before tax	101,582	69,631	322,764
Tax expense on continuing operation	(4,479)	(28,443)	(95,891)
Profit from continuing operation	97,103	41,188	226,873
Loss on assets held for sale, net of tax			
Profit for the period/year	97,103	41,188	226,873
Other comprehensive income/(expense), net of tax			
Items that will never be reclassified to profit or loss			
Remeasurements of defined benefit asset	(10,650)	(10,477)	(42,598)
Related tax	1,598	1,625	6,390
Changes in revaluation surplus	52	(5,272)	7,831
	(9,000)	(14,124)	(28,377)
Items that may be reclassified to profit or loss			
Net change in fair value	44,393	(2,464)	(47,994)
	44,393	(2,464)	(47,994)
Other comprehensive income/(expense) for the period/year	35,393	(16,588)	(76,371)
Total comprehensive income for the period/year	132,496	24,600	150,502
<i>Profit attributable to:</i>			
Equity holders of the Bank	97,103	41,188	226,873
<i>Total comprehensive income attributable to:</i>			
Equity holders of the Bank	132,496	24,600	150,502

**The Hongkong and Shanghai Banking Corporation Limited****Unaudited Statement of financial position**
as at 31 March 2015

	31-Mar-15	31-Mar-14	31-Dec-14
	MUR'000	MUR'000	MUR'000
ASSETS			
Cash and cash equivalents	5,416,100	4,763,704	2,814,959
Trading assets	93,717	404,157	585,558
Loans and advances to banks	258,065	36,374	311,710
Loans and advances to customers	13,210,327	12,814,553	12,188,035
Investment securities	4,779,572	5,628,943	4,828,602
Property, plant and equipment	270,855	287,645	274,119
Deferred tax assets	35,440	29,570	33,408
Other assets	1,533,339	1,652,201	1,688,162
Assets held for sale	26,980	-	26,980
Total assets	25,624,395	25,617,147	22,751,533

The Hongkong and Shanghai Banking Corporation Limited

Unaudited Statement of financial position (continued)
as at 31 March 2015

	31-Mar-15	31-Mar-14	31-Dec-14
	MUR'000	MUR'000	MUR'000
LIABILITIES			
Deposits from banks	868,634	535,125	805,551
Deposits from customers	19,501,326	19,322,529	18,585,933
Trading liabilities	4,137	8,102	3,584
Other borrowed funds	1,956,913	2,397,641	375,189
Current tax liabilities	67,727	109,228	75,175
Other liabilities	1,118,400	1,040,635	931,212
Total liabilities	23,517,137	23,413,260	20,776,644
Shareholders' funds			
Assigned capital	239,265	239,265	239,265
Retained earnings	1,199,154	1,338,170	1,121,831
Other reserves	668,839	626,452	613,793
Total shareholders' funds	2,107,258	2,203,887	1,974,889
Total liabilities and shareholders' funds	25,624,395	25,617,147	22,751,533
CONTINGENT LIABILITIES			
Guarantees, letters of credit, endorsements and other obligations on account of customers and foreign exchange contracts	4,091,590	3,966,749	4,822,347
Commitments	6,481,464	5,073,930	8,738,422

Unaudited Statement of Changes in Equity
for the period ended 31 March 2015

	Other Reserves							Total
	Assigned capital	Retained earnings	Reserves		Statutory reserve	General		
			for own shares	Revaluation reserves		banking reserve	Fair value reserve	
MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	MUR'000	
Balance at 1 January 2013	239,265	1,392,180	23,723	220,282	243,185	101,334	50,654	2,270,623
Total comprehensive income								
Profit for the year	-	248,460	-	-	-	-	-	248,460
Other comprehensive income								
Net change in fair value	-	-	-	-	-	-	13,768	13,768
Remeasurements of defined benefit asset	-	-	-	-	-	-	(30,179)	(29,619)
Revaluation of properties	-	(41,907)	-	11,000	-	-	-	(41,907)
Movement during the year	-	-	-	560	-	-	-	11,000
Tax on other comprehensive income	-	6,286	-	244	-	-	-	6,530
Total other comprehensive income	-	(35,621)	-	11,804	-	-	(16,411)	(40,228)
Total comprehensive income	-	212,839	-	11,804	-	-	(16,411)	208,232
Transactions with owners of the Bank								
Movement during the year	-	1,568	2,774	-	-	-	-	4,342
Net change in fair value	-	-	(2,192)	-	-	-	-	(2,192)
Profit remittance to Head office	-	(307,276)	-	-	-	-	-	(307,276)
Transactions with owners of the Bank	-	(305,708)	582	-	-	-	-	(305,126)
Transfer to/(from) general banking reserve	-	(1,471)	-	-	-	1,471	-	-
Balance at 31 December 2013	239,265	1,297,840	24,305	232,086	243,185	102,805	34,243	2,173,729
Total comprehensive income								
Profit for the year	-	226,873	-	-	-	-	-	226,873
Other comprehensive income								
Net change in fair value	-	-	-	-	-	-	(47,994)	(47,994)
Movement during the year	-	6,213	-	(6,213)	-	-	-	-
Remeasurements of defined benefit asset	-	(42,598)	-	-	-	-	-	(42,598)
Revaluation of properties	-	-	-	7,802	-	-	-	7,802
Tax on other comprehensive income	-	6,390	-	29	-	-	-	6,419
Total other comprehensive income	-	(29,995)	-	1,618	-	-	(47,994)	(76,371)
Total comprehensive income	-	196,878	-	1,618	-	-	(47,994)	150,502
Transactions with owners of the Bank								
Movement during the year	-	(445)	3,358	-	-	-	-	2,913
Net change in fair value	-	-	(2,764)	-	-	-	-	(2,764)
Profit remittance to Head office	-	(349,491)	-	-	-	-	-	(349,491)
Transactions with owners of the Bank	-	(349,936)	594	-	-	-	-	(349,342)
Transfer to/(from) general banking reserve	-	(22,951)	-	-	-	22,951	-	-
Balance at 31 December 2014	239,265	1,121,831	24,899	233,704	243,185	125,756	(13,751)	1,974,889
Total comprehensive income								
Profit for the period	-	97,103	-	-	-	-	-	97,103
Other comprehensive income								
Net change in fair value	-	-	-	-	-	-	44,393	44,393
Movement during the period	-	348	-	(348)	-	-	-	-
Remeasurements of defined benefit asset	-	(10,650)	-	-	-	-	-	(10,650)
Revaluation of properties	-	-	-	-	-	-	-	-
Tax on other comprehensive income	-	1,598	-	52	-	-	-	1,650
Total other comprehensive income	-	(8,704)	-	(296)	-	-	44,393	35,393
Total comprehensive income	-	88,399	-	(296)	-	-	44,393	132,496
Transactions with owners of the Bank								
Movement during the period	-	(52)	744	-	-	-	-	692
Net change in fair value	-	-	(819)	-	-	-	-	(819)
Transactions with owners of the Bank	-	(52)	(75)	-	-	-	-	(127)
Transfer to/(from) general banking reserve	-	(11,024)	-	-	-	11,024	-	-
Balance at 31 March 2015	239,265	1,199,154	24,824	233,408	243,185	136,780	30,642	2,107,258

HSBC Bank (Mauritius) Limited**Unaudited Statement of Cash Flows**
for the period ended 31 March 2015

	31-Mar-15	31-Mar-14	31-Dec-14
	MUR'000	MUR'000	MUR'000
Operating activities			
Profit for the period/year	97,103	41,188	226,873
Adjustments for:			
Depreciation	3,641	3,737	14,168
Amortisation	-	166	166
(Profit)/loss on sale of fixed assets	(105)	-	63
Provision and adjustments to income for credit losses	(111)	2,353	359
Tax expense	4,479	28,443	95,891
	105,007	75,887	337,520
Change in other assets	154,823	(47,844)	(83,804)
Change in other liabilities	176,464	142,121	634
Change in investment securities	49,030	(101,368)	698,973
Change in trading assets	536,234	(58,982)	(285,914)
Change in trading liabilities	553	(670)	(5,188)
Change in loans and advances to customers	(1,022,180)	140,024	768,535
Change in loans and advances to banks	53,644	1,485,829	1,210,493
Change in deposits from customers	915,393	(949,550)	(1,686,146)
Change in deposits from banks	63,083	(31,540)	238,886
	1,032,051	653,907	1,193,989
Tax paid	(12,361)	(500)	(101,240)
Net cash inflow from operating activities	1,019,690	653,407	1,092,749
Investing activities			
Acquisition of property, plant and equipment	(383)	(667)	(16,811)
Proceeds from disposal of property, plant and equipment	109	-	-
Net cash outflow from investing activities	(274)	(667)	(16,811)
Financing activities			
Repatriation of profit	-	-	(349,491)
Net change in cash and cash equivalents	1,019,416	652,740	726,447
Cash and cash equivalents at 1 January	2,439,770	1,713,323	1,713,323
Cash and cash equivalents at end of period / year	3,459,186	2,366,063	2,439,770