

The Hongkong and Shanghai Banking Corporation Limited – Mauritius Branch

Unaudited Statement of Profit or Loss and Other Comprehensive Income for the period ended 31 March 2016

	Period ended 31-Mar-16 MUR'000	Period ended 31-Mar-15 MUR'000	Year ended 31-Dec-15 MUR'000
Interest income	209,990	198,356	814,987
Interest expense	(61,576)	(68,281)	(257,351)
Net interest income	148,414	130,075	557,636
Fee and commission income	47,434	50,108	209,589
Fee and commission expense	(6,836)	(6,772)	(33,677)
Net fee and commission income	40,598	43,336	175,912
Net trading income	45,346	71,364	194,350
	234,358	244,775	927,898
Other operating income	75,310	69,448	284,857
Total operating income	309,668	314,223	1,212,755
Net impairment gain/(loss) on financial assets	562	(1,853)	(18,045)
Personnel expenses	(84,656)	(87,346)	(361,609)
Operating lease expenses	(11,080)	(11,588)	(46,669)
Depreciation	(2,970)	(3,641)	(14,809)
Other expenses	(116,931)	(108,213)	(519,509)
Total expenses	(215,637)	(210,788)	(942,596)
Profit before tax	94,593	101,582	252,114
Income tax expense	(24,693)	(4,479)	(57,397)
Profit for the period/year	69,900	97,103	194,717
Other comprehensive income, net of tax			
Items that will never be reclassified to profit or loss			
Remeasurements of defined benefit liabilities	(1,939)	(10,650)	(7,754)
Related tax on remeasurements of defined benefit liabilities	292	1,598	1,163
Gain on revaluation of land and buildings	-	-	1,790
Related tax on gain on revaluation of land and buildings	-	-	(77)
	(1,647)	(9,052)	(4,878)
Items that may be reclassified to profit or loss			
Net change in fair value	97,075	44,393	(78,038)
	97,075	44,393	(78,038)
Other comprehensive income/(expense) for the period/year	95,428	35,341	(82,916)
Total comprehensive income for the period/year	165,328	132,444	111,801
<i>Profit attributable to:</i>			
Equity holders of the Bank	69,900	97,103	194,717
<i>Total comprehensive income attributable to:</i>			
Equity holders of the Bank	165,328	132,444	111,801

The Hongkong and Shanghai Banking Corporation Limited – Mauritius Branch

Unaudited Statement of Financial Position

as at 31 March 2016

	31-Mar-16	31-Mar-15	31-Dec-15
	MUR'000	MUR'000	MUR'000
ASSETS			
Cash and cash equivalents	3,566,838	5,416,100	4,560,602
Trading assets	60,919	93,717	225,613
Loans and advances to banks	547,460	258,065	307,595
Loans and advances to customers	12,385,525	13,210,327	13,603,659
Investment securities	5,697,213	4,779,572	4,864,108
Other assets	2,025,253	1,533,339	1,973,128
Property, plant and equipment	263,490	270,855	266,243
Deferred tax assets	36,653	35,440	36,308
	24,583,351	25,597,415	25,837,256
Assets held for sale	-	26,980	-
Total Assets	24,583,351	25,624,395	25,837,256

The Hongkong and Shanghai Banking Corporation Limited – Mauritius Branch

Unaudited Statement of Financial Position (continued)

as at 31 March 2016

	31-Mar-16	31-Mar-15	31-Dec-15
	MUR'000	MUR'000	MUR'000
LIABILITIES			
Deposits from banks	485,139	868,634	650,082
Deposits from customers	20,483,705	19,501,326	20,498,350
Trading liabilities	3,702	4,137	1,527
Other borrowed funds	59,855	1,956,913	1,426,619
Current tax liabilities	69,951	67,727	45,203
Other liabilities	1,228,463	1,118,400	1,128,971
Total liabilities	22,330,815	23,517,137	23,750,752
Shareholders' funds			
Assigned capital	239,265	239,265	239,265
Retained earnings	1,383,646	1,199,154	1,305,057
Other reserves	629,625	668,839	542,182
Total shareholders' funds	2,252,536	2,107,258	2,086,504
Total liabilities and shareholders' funds	24,583,351	25,624,395	25,837,256
CONTINGENT LIABILITIES			
Guarantees, letters of credit, endorsements and other obligations on account of customers	2,165,671	2,712,554	2,348,971
Commitments	7,977,658	6,481,464	6,186,264

The Hongkong and Shanghai Banking Corporation Limited – Mauritius Branch

Unaudited Statement of Changes in Equity for the period ended 31 March 2016

	Other Reserves							Total MUR'000
	Assigned capital MUR'000	Retained earnings MUR'000	Reserves for own shares MUR'000	Revaluation reserves MUR'000	Statutory reserve MUR'000	General banking reserve MUR'000	Fair value reserve MUR'000	
Balance at 1 January 2014	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)
Realisation of revaluation reserve to retained earnings	-	6,213	-	(6,213)	-	-	-	-
Remeasurements of defined benefit liabilities	-	(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 relating to share-based payment	-	(445)	3,358	-	-	-	-	2,913
Net change in fair value of share-based payment liability	-	-	(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 (from)/to 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 year	-	194,717	-	-	-	-	-	194,717
Other comprehensive income								
Net change in fair value	-	-	-	-	-	-	(78,038)	(78,038)
Realisation of revaluation reserve to retained earnings	-	26,262	-	(26,262)	-	-	-	-
Remeasurements of defined benefit liabilities	-	(7,754)	-	-	-	-	-	(7,754)
Revaluation of properties	-	-	-	1,790	-	-	-	1,790
Tax on other comprehensive income	-	1,163	-	(77)	-	-	-	1,086
Total other comprehensive income	-	19,671	-	(24,549)	-	-	(78,038)	(82,916)
Total comprehensive income	-	214,388	-	(24,549)	-	-	(78,038)	111,801
Transactions with owners of the Bank								
Movement relating to share-based payment	-	899	3,161	-	-	-	-	4,060
Net change in fair value of share-based payment liability	-	-	(4,246)	-	-	-	-	(4,246)
Profit remittance to Head office	-	-	-	-	-	-	-	-
Transactions with owners of the Bank	-	899	(1,085)	-	-	-	-	(186)
Transfer (from)/to general banking reserve	-	(32,061)	-	-	-	32,061	-	-
Balance at 31 December 2015	239,265	1,305,057	23,814	209,155	243,185	157,817	(91,789)	2,086,504
Total comprehensive income								
Profit for the year	-	69,900	-	-	-	-	-	69,900
Other comprehensive income								
Net change in fair value	-	-	-	-	-	-	97,075	97,075
Realisation of revaluation reserve to retained earnings	-	348	-	(348)	-	-	-	-
Remeasurements of defined benefit liabilities	-	(1,939)	-	-	-	-	-	(1,939)
Revaluation of properties	-	-	-	-	-	-	-	-
Tax on other comprehensive income	-	240	-	52	-	-	-	292
Total other comprehensive income	-	(1,351)	-	(296)	-	-	97,075	95,428
Total comprehensive income	-	68,549	-	(296)	-	-	97,075	165,328
Transactions with owners of the Bank								
Movement relating to share-based payment	-	-	1,322	-	-	-	-	1,322
Net change in fair value of share-based payment liability	-	-	(618)	-	-	-	-	(618)
Profit remittance to Head office	-	-	-	-	-	-	-	-
Transactions with owners of the Bank	-	-	704	-	-	-	-	704
Transfer (from)/to general banking reserve	-	10,040	-	-	-	(10,040)	-	-
Balance at 31 March 2016	239,265	1,383,646	24,518	208,859	243,185	147,777	5,286	2,252,536

The Hongkong and Shanghai Banking Corporation Limited – Mauritius Branch

Unaudited Statement of Cash Flows for the period ended 31 March 2016

	31-Mar-16 MUR'000	31-Mar-15 MUR'000	31-Dec-15 MUR'000
Profit before income tax	94,593	97,103	252,114
Adjustments for:			
Depreciation	2,970	3,641	14,809
(Profit)/loss on sale of fixed assets	-	(105)	911
Provision and adjustments to income for impairment losses	(2,241)	(111)	8,940
Net interest income	(148,414)	(130,075)	(557,636)
Exchange differences in respect of cash & cash equivalents	11,403	(276,204)	(170,204)
	(41,689)	(305,751)	(451,066)
Change in:			
Other assets	(40,477)	154,823	(287,922)
Other liabilities	58,846	176,464	197,991
Investment securities	(833,105)	49,030	(35,506)
Trading assets	261,769	536,234	281,907
Trading liabilities	2,175	553	(2,057)
Loans and advances to customers	1,220,375	(1,022,180)	(1,424,564)
Loans and advances to banks	(239,865)	53,644	4,115
Deposits from customers	(14,645)	915,393	1,912,417
Deposits from banks	(164,943)	63,083	(155,469)
Interest received	198,342	182,790	817,943
Interest paid	(22,163)	(21,037)	(265,333)
	384,620	783,046	592,456
Tax paid	-	(12,361)	(89,373)
Net cash from operating activities	384,620	770,685	503,083
Cash flows from investing activities			
Acquisition of property, plant and equipment	(259)	(383)	(5,384)
Proceeds from disposal of equipment	42	109	270
Proceeds from disposal of assets held for sale	-	-	26,040
Net cash (used in)/ from investing activities	(217)	(274)	20,926
Cash flows from financing activities			
Increase / (decrease) in other borrowed funds	(1,326,820)	-	1,326,820
Net cash used in financing activities	(1,326,820)	-	1,326,820
Net change in cash and cash equivalents	(942,417)	1,019,416	1,850,829
Cash and cash equivalents at 1 January	4,460,803	2,439,770	2,439,770
Exchange differences in respect of cash & cash equivalents	(11,403)	276,204	170,204
Cash and cash equivalents at end of period/year	3,506,983	3,735,390	4,460,803