

HSBC Bank (Mauritius) Limited

Unaudited statement of profit or loss and other comprehensive income for the period ended 30 June 2018

	Three months ended 30 June 2018 USD'000	Three months ended 30 June 2017 USD'000	Six months ended 30 June 2018 USD'000	Six months ended 30 June 2017 USD'000	Year ended 31 December 2017 USD'000
Interest income	23,888	15,463	43,314	29,725	63,078
Interest expense	(8,995)	(3,154)	(15,530)	(5,967)	(15,338)
Net interest income	14,893	12,309	27,784	23,758	47,740
Fee and commission income	1,452	1,576	2,887	3,135	6,406
Fee and commission expense	(161)	(113)	(311)	(257)	(582)
Net fee and commission income	1,291	1,463	2,576	2,878	5,824
Net trading income	729	857	1,218	1,665	2,860
Other operating income	161	152	286	277	650
Total operating income	17,074	14,781	31,864	28,578	57,074
Net (impairment loss)/reversal of impairment on financial assets	(64)	(2)	413	(21)	17
Personnel expenses	(904)	(800)	(1,888)	(1,571)	(3,202)
Operating lease expenses	(42)	(36)	(77)	(72)	(151)
Depreciation	(7)	(9)	(17)	(15)	(32)
Other expenses	(2,853)	(2,488)	(5,613)	(4,856)	(10,845)
Total expenses	(3,806)	(3,333)	(7,595)	(6,514)	(14,230)
Profit before income tax	13,204	11,446	24,682	22,043	42,861
Income tax expense	(558)	(560)	(1,092)	(961)	(1,904)
Profit for the year	12,646	10,886	23,590	21,082	40,957
Other comprehensive income, net of income tax					
Items that will not be reclassified to profit or loss					
Remeasurements of defined benefit liabilities	(50)	(108)	(167)	(205)	(529)
Related tax	(15)	3	3	5	14
	(65)	(105)	(164)	(200)	(515)
Items that may be reclassified to profit or loss					
Net change in fair value	57	-	83	-	(156)
Other comprehensive income for the year, net of income tax	(8)	(105)	(81)	(200)	(671)
Total comprehensive income for the year	12,581	10,781	23,509	20,882	40,286

HSBC Bank (Mauritius) Limited

Unaudited statement of financial position at 30 June 2018

	30 June 2018 USD'000	30 June 2017 USD'000	31 December 2017 USD'000
Assets			
Cash and cash equivalents	1,816,969	1,275,861	1,635,210
Trading assets	946	333	120
Loans and advances to banks	838,944	755,301	531,831
Loans and advances to customers	1,892,080	1,543,588	1,750,583
Investment securities	498,129	-	298,499
Equipment	57	55	44
Deferred tax assets	74	59	67
Other assets	47,913	30,825	29,893
Total assets	5,095,112	3,606,022	4,246,247

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Unaudited statement of financial position (continued)

at 30 June 2018

	30 June 2018 USD'000	30 June 2017 USD'000	31 December 2017 USD'000
Liabilities			
Deposits from customers	3,762,791	2,341,017	3,120,937
Trading liabilities	74	208	629
Other borrowed funds	958,752	910,572	783,201
Current tax liabilities	696	614	815
Other liabilities	25,770	19,414	17,067
Total liabilities	4,748,083	3,271,825	3,922,649
Shareholder's equity			
Stated capital – paid up	72,957	72,957	72,957
Retained earnings	174,079	167,009	156,818
Other reserves	99,993	94,231	93,823
Total equity attributable to equity holder	347,029	334,197	323,598
Total liabilities and shareholder's equity	5,095,112	3,606,022	4,246,247
CONTINGENT LIABILITIES			
Guarantees, letters of credit, endorsements and other obligations.	14,195	24,204	18,629
Commitments	206,512	120,383	167,437

HSBC Bank (Mauritius) Limited

Unaudited statement of changes in equity for the period ended 30 June 2018

	Stated capital	Retained earnings	Statutory reserve	General banking reserve	Reserves for own shares	Fair value reserve	Total
	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000
Balance at 1 January 2016	72,957	177,280	72,957	25,683	52	-	348,929
Profit for the year	-	41,176	-	-	-	-	41,176
Other comprehensive income							
Remeasurements of defined benefit liabilities	-	(313)	-	-	-	-	(313)
Exchange difference on remeasurements of defined benefit liabilities	-	9	-	-	-	-	9
Tax on other comprehensive income	-	9	-	-	-	-	9
Total other comprehensive income	-	(295)	-	-	-	-	(295)
Total comprehensive income	-	40,881	-	-	-	-	40,881
Transactions with owner of the Bank							
Dividends paid	-	(76,500)	-	-	-	-	(76,500)
Exchange difference	-	13	-	-	(7)	-	6
Transactions with owners of the Bank	-	(76,487)	-	-	(7)	-	(76,494)
Transfer from general banking reserve	-	(1,571)	-	1,571	-	-	-
Balance at 31 December 2016	72,957	140,103	72,957	27,254	45	-	313,316
Profit for the year	-	40,957	-	-	-	-	40,957
Other comprehensive income							
Net change in fair value	-	-	-	-	-	(156)	(156)
Remeasurements of defined benefit liabilities	-	(462)	-	-	-	-	(462)
Exchange difference on remeasurements of defined benefit liabilities	-	(67)	-	-	-	-	(67)
Tax on other comprehensive income	-	14	-	-	-	-	14
Total other comprehensive income	-	(515)	-	-	-	(156)	(671)
Total comprehensive income	-	40,442	-	-	-	(156)	40,286
Transactions with owner of the Bank							
Dividends paid	-	(30,000)	-	-	-	-	(30,000)
Exchange difference	-	2	-	-	(6)	-	(4)
Transactions with owner of the Bank	-	(29,998)	-	-	(6)	-	(30,004)
Transfer from general banking reserve	-	6,271	-	(6,271)	-	-	-
Balance at 31 December 2017	72,957	156,818	72,957	20,983	39	(156)	323,598
Changes in initial application of IFRS 9 (Note 5)	-	(78)	-	-	-	-	(78)
Restated balance at 1 January 2018	72,957	156,740	72,957	20,983	39	(156)	323,520
Profit for the period	-	23,590	-	-	-	-	23,590
Other comprehensive income							
Net change in fair value	-	-	-	-	-	83	83
Remeasurements of defined benefit liabilities	-	(222)	-	-	-	-	(222)
Exchange difference on remeasurements of defined benefit liabilities	-	55	-	-	-	-	55
Tax on other comprehensive income	-	3	-	-	-	-	3
Total other comprehensive income	-	(164)	-	-	-	83	(81)
Total comprehensive income	-	23,426	-	-	-	83	23,509
Transactions with owner of the Bank							
Exchange difference	-	2	-	-	(2)	-	-
Transactions with owner of the Bank	-	2	-	-	(2)	-	-
Transfer from general banking reserve	-	(6,089)	-	6,089	-	-	-
Balance at 30 June 2018	72,957	174,079	72,957	27,072	37	(73)	347,029

HSBC Bank (Mauritius) Limited

Unaudited statement of cash flows for the period ended 30 June 2018

	30 June 2018	30 June 2017	31 December 2017
	USD'000	USD'000	USD'000
Cash flows from operating activities			
Profit before income tax	24,682	22,043	42,861
Adjustments for:			
Depreciation	17	15	32
Loss on sale of equipment	-	-	3
Net impairment loss on financial assets	(413)	21	(17)
Net interest income	(27,784)	(23,758)	(47,740)
Exchange differences in respect of cash and cash equivalents	2,612	2,762	5,297
	(886)	1,083	436
Change in:			
Other assets	(14,941)	(16,320)	(16,641)
Other liabilities	6,361	(2,078)	(4,709)
Trading assets	(826)	587	800
Trading liabilities	(555)	71	492
Loans and advances to banks	(307,303)	640,180	863,650
Loans and advances to customers	(140,972)	70,069	(136,888)
Deposits from customers	641,854	178,227	958,147
Interest received	40,235	29,234	63,490
Interest paid	(13,373)	(6,696)	(16,111)
Other borrowed funds	178,163	(36,116)	(166,230)
	387,757	858,241	1,546,436
Income tax paid	(1,197)	(1,133)	(1,873)
Net cash (used in)/from operating activities	386,560	857,108	1,544,563
Cash flows from investing activities			
Acquisition of equipment	(30)	(18)	(27)
Net investment in securities	(199,547)	-	(298,305)
Net cash used in investing activities	(199,577)	(18)	(298,332)
Cash flows from financing activities			
Dividends paid	-	-	(30,000)
Net cash used in financing activities	-	-	(30,000)
Net change in cash and cash equivalents	186,983	857,090	1,216,231
Cash and cash equivalents at 1 January	1,632,339	421,405	421,405
Exchange differences in respect of cash and cash equivalents	(2,612)	(2,762)	(5,297)
Cash and cash equivalents at end of the period/year	1,816,710	1,275,733	1,632,339