

Unaudited statement of profit or loss and other comprehensive income
for the period ended 30 September 2016

	Three months ended 30 September 2016	Three months ended 30 September 2015	Nine months ended 30 September 2016	Nine months ended 30 September 2015	Year ended 31 December 2015
	USD'000	USD'000	USD'000	USD'000	USD'000
Interest income	13,550	10,703	39,070	34,926	44,968
Interest expense	(2,572)	(536)	(7,609)	(2,962)	(3,266)
Net interest income	10,978	10,167	31,461	31,964	41,702
Fee and commission income	2,518	3,437	8,551	11,093	14,236
Fee and commission expense	(217)	(998)	(721)	(3,805)	(4,783)
Net fee and commission income	2,301	2,439	7,830	7,288	9,453
Net trading income	1,134	949	2,867	3,139	3,958
	14,413	13,555	42,158	42,391	55,113
Other operating income	150	192	542	558	749
Total operating income	14,563	13,747	42,700	42,949	55,862
Net impairment loss on financial assets	28	79	(3)	(868)	(774)
Personnel expenses	(684)	(798)	(2,282)	(2,231)	(2,705)
Operating lease expenses	(37)	(35)	(88)	(101)	(136)
Depreciation	(27)	(4)	(35)	(10)	(13)
Other expenses	(2,634)	(2,206)	(7,221)	(6,536)	(8,830)
Total expenses	(3,382)	(3,043)	(9,626)	(8,878)	(11,684)
Profit before income tax	11,209	10,783	33,071	33,203	43,404
Income tax expense	(475)	(432)	(1,408)	(1,376)	(1,900)
Profit for the year	10,734	10,351	31,663	31,827	41,504
Other comprehensive income, net of income tax					
Items that will not be reclassified to profit or loss					
Remeasurements of defined benefit liabilities	(11)	49	(52)	153	36
Related tax	1	(2)	2	(5)	3
Other comprehensive income for the year, net of income tax	(10)	47	(50)	148	39
Total comprehensive income for the year	10,724	10,398	31,613	31,975	41,543
<i>Profit attributable to:</i>					
Equity holder	10,734	10,351	31,663	31,827	41,504
<i>Total comprehensive income attributable to:</i>					
Equity holder	10,724	10,398	31,613	31,975	41,543

**HSBC Bank (Mauritius) Limited****Unaudited statement of financial position**
as at 30 September 2016

	30 September 2016	30 September 2015	31 December 2015
	USD'000	USD'000	USD'000
Assets			
Cash and cash equivalents	725,371	475,127	376,826
Trading assets	407	3,185	1,314
Loans and advances to banks	1,142,856	1,026,302	999,122
Loans and advances to customers	1,570,132	1,651,002	1,645,791
Equipment	54	32	32
Deferred tax assets	48	16	46
Other assets	20,539	17,647	15,336
Total assets	3,459,407	3,173,311	3,038,467

HSBC Bank (Mauritius) Limited**Unaudited statement of financial position (continued)**
as at 30 September 2016

	30 September 2016	30 September 2015	31 December 2015
	USD'000	USD'000	USD'000
Liabilities			
Deposits from banks	-	7	0
Deposits from customers	2,223,494	2,783,694	2,557,350
Trading liabilities	168	962	256
Other borrowed funds	880,648	36,469	117,691
Current tax liabilities	719	627	818
Other liabilities	15,329	12,093	13,423
Total liabilities	3,120,358	2,833,852	2,689,538
Shareholder's equity			
Stated capital – paid up	72,957	72,957	72,957
Retained earnings	167,728	167,578	177,280
Other reserves	98,364	98,924	98,692
Total equity attributable to equity holder	339,049	339,459	348,929
Total liabilities and shareholder's equity	3,459,407	3,173,311	3,038,467
CONTINGENT LIABILITIES			
Guarantees, letters of credit, endorsements and other obligations.	39,330	492,340	22,824
Commitments	203,636	104,163	136,143

HSBC Bank (Mauritius) Limited

Unaudited statement of changes in equity for the period ended 30 September 2016

	Stated capital	Retained earnings	Other reserves			Total
			Statutory reserve	General banking reserve	Reserves for own shares	
	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000
Balance at 01 January 2014	72,957	168,424	72,957	26,835	52	341,225
Total comprehensive income						
Profit for the year	-	48,875	-	-	-	48,875
<i>Other comprehensive income</i>						
Remeasurements of defined benefit liabilities	-	228	-	-	-	228
Exchange difference on remeasurements of defined benefit liabilities	-	58	-	-	-	58
Tax on other comprehensive income	-	(7)	-	-	-	(7)
Total other comprehensive income	-	279	-	-	-	279
Total comprehensive income	-	49,154	-	-	-	49,154
Transactions with owners of the Bank						
Dividends paid	-	(35,000)	-	-	-	(35,000)
Exchange difference	-	2	-	-	1	3
Transactions with owners of the Bank	-	(34,998)	-	-	1	(34,997)
Transfer (from)/to general banking reserve	-	(300)	-	300	-	-
Balance at 31 December 2014	72,957	182,280	72,957	27,135	53	355,382
Total comprehensive income						
Profit for the year	-	41,504	-	-	-	41,504
<i>Other comprehensive income</i>						
Remeasurements of defined benefit liabilities	-	(49)	-	-	-	(49)
Exchange difference on remeasurements of defined benefit liabilities	-	85	-	-	-	85
Tax on other comprehensive income	-	3	-	-	-	3
Total other comprehensive income	-	39	-	-	-	39
Total comprehensive income	-	41,543	-	-	-	41,543
Transactions with owners of the Bank						
Dividends paid	-	(48,000)	-	-	-	(48,000)
Exchange difference	-	5	-	-	(1)	4
Transactions with owners of the Bank	-	(47,995)	-	-	(1)	(47,996)
Transfer to/(from) general banking reserve	-	1,452	-	(1,452)	-	-
Balance at 31 December 2015	72,957	177,280	72,957	25,683	52	348,929
Total comprehensive income						
Profit for the year	-	31,663	-	-	-	31,663
<i>Other comprehensive income</i>						
Remeasurements of defined benefit liabilities	-	(50)	-	-	-	(50)
Exchange difference on remeasurements of defined benefit liabilities	-	(2)	-	-	-	(2)
Tax on other comprehensive income	-	2	-	-	-	2
Total other comprehensive income	-	(50)	-	-	-	(50)
Total comprehensive income	-	31,613	-	-	-	31,613
Transactions with owners of the Bank						
Dividends paid	-	(41,500)	-	-	-	(41,500)
Other movement	-	13	-	-	(6)	7
Transactions with owners of the Bank	-	(41,487)	-	-	(6)	(41,493)
Transfer to/(from) general banking reserve	-	322	-	(322)	-	-
Balance at 30 September 2016	72,957	167,728	72,957	25,361	46	339,049

Unaudited statement of cash flows
for the period ended 30 September 2016

	30 September 2016	30 September 2015	31 December 2015
	USD'000	USD'000	USD'000
Cash flows from operating activities			
Profit before income tax	33,071	33,203	43,404
Adjustments for:			
Depreciation	35	10	13
Loss on sale of equipment	-	2	2
Net impairment loss on financial assets	3	868	774
Net interest income	(31,461)	(31,964)	(41,702)
Exchange differences in respect of cash and cash equivalents	5,497	(13,551)	17,970
	7,145	(11,432)	20,461
Change in:			
Derivative financial assets	-	-	-
Other assets	(3,106)	7,702	9,999
Other liabilities	593	(17,729)	(16,661)
Trading assets	907	19,417	21,288
Trading liabilities	(88)	(2,321)	(3,038)
Loans and advances to banks	(143,734)	273,980	301,160
Loans and advances to customers	75,656	1,061,659	1,066,964
Deposits from banks	-	(177)	(184)
Deposits from customers	(333,856)	153,523	(72,821)
Interest received	36,973	37,028	47,084
Interest paid	(6,341)	(3,401)	(3,657)
	(365,851)	1,518,249	1,370,595
Income tax paid	(1,507)	(1,646)	(2,002)
Net cash from/(used in) operating activities	(367,358)	1,516,603	1,368,593
Cash flows from investing activities			
Acquisition of equipment	(57)	(11)	(14)
Proceeds from the sale of equipment	-	1	1
Net cash used in investing activities	(57)	(10)	(13)
Cash flows from financing activities			
Dividends paid	(41,500)	(48,000)	(48,000)
(Decrease)/increase in other borrowed funds	779,948	3,294	(214)
Net cash used in financing activities	738,448	(44,706)	(48,214)
Net change in cash and cash equivalents	371,033	1,471,887	1,320,366
Cash and cash equivalents at 1 January	275,173	(1,027,223)	(1,027,223)
Exchange differences in respect of cash and cash equivalents	(5,497)	13,551	(17,970)
Cash and cash equivalents at end of the period/year	640,709	458,215	275,173