

HSBC Bank (Mauritius) Limited

Unaudited Statement of Profit or Loss and Other Comprehensive Income for the period ended 30 September 2017

	Three months ended 30 September 2017 USD'000	Three months ended 30 September 2016 USD'000	Nine months ended 30 September 2017 USD'000	Nine months ended 30 September 2016 USD'000	Year ended 31 December 2016 USD'000
Interest income	15,999	13,550	45,724	39,070	52,630
Interest expense	(3,939)	(2,572)	(9,906)	(7,609)	(9,992)
Net interest income	12,060	10,978	35,818	31,461	42,638
Fee and commission income	1,635	2,518	4,770	8,551	10,256
Fee and commission expense	(169)	(217)	(426)	(721)	(828)
Net fee and commission income	1,466	2,301	4,344	7,830	9,428
Net trading income	630	1,134	2,295	2,867	3,595
	14,156	14,413	42,457	42,158	55,661
Other operating income	199	150	476	542	744
Total operating income	14,355	14,563	42,933	42,700	56,405
Net reversal of impairment/(impairment loss) on financial assets	129	28	108	(3)	29
Personnel expenses	(769)	(684)	(2,340)	(2,282)	(3,064)
Operating lease expenses	(38)	(37)	(110)	(88)	(125)
Depreciation	(8)	(27)	(23)	(35)	(38)
Other expenses	(2,788)	(2,634)	(7,644)	(7,221)	(10,179)
Total expenses	(3,603)	(3,382)	(10,117)	(9,626)	(13,406)
Profit before income tax	10,881	11,209	32,924	33,071	43,028
Income tax expense	(485)	(475)	(1,446)	(1,408)	(1,852)
Profit for the period/year	10,396	10,734	31,478	31,663	41,176
Other comprehensive income, net of income tax Items that will not be reclassified to profit or loss					
Remeasurements of defined benefit liabilities	205	(11)	(306)	(52)	(304)
Related tax	(5)	1	8	2	9
Other comprehensive income for the period/ year, net of income tax	200	(10)	(298)	(50)	(295)
Total comprehensive income for the period/year	10,596	10,724	31,180	31,613	40,881
<i>Profit attributable to:</i>					
Equity holder	10,396	10,734	31,478	31,663	41,176
<i>Total comprehensive income attributable to:</i>					
Equity holder	10,596	10,724	31,180	31,613	40,881

HSBC Bank (Mauritius) Limited

Unaudited Statement of Financial Position as at 30 September 2017

	30 September 2017 USD'000	30 September 2016 USD'000	31 December 2016 USD'000
Assets			
Cash and cash equivalents	769,350	725,371	421,405
Trading assets	173	407	920
Loans and advances to banks	865,111	1,142,856	1,395,481
Loans and advances to customers	1,664,062	1,570,132	1,613,678
Equipment	45	54	52
Deferred tax assets	58	48	55
Other assets	31,392	20,539	14,014
Total assets	3,330,191	3,459,407	3,445,605

HSBC Bank (Mauritius) Limited

Unaudited Statement of Financial Position (continued)

as at 30 September 2017

	30 September 2017 USD'000	30 September 2016 USD'000	31 December 2016 USD'000
Liabilities			
Deposits from customers	2,105,883	2,223,494	2,162,790
Trading liabilities	177	168	137
Other borrowed funds	861,150	880,648	946,560
Current tax liabilities	726	719	786
Other liabilities	17,760	15,329	22,016
Total liabilities	2,985,696	3,120,358	3,132,289
Shareholder's equity			
Stated capital – paid up	72,957	72,957	72,957
Retained earnings	174,877	167,728	140,103
Other reserves	96,661	98,364	100,256
Total equity attributable to equity holder	344,495	339,049	313,316
Total liabilities and shareholder's equity	3,330,191	3,459,407	3,445,605
CONTINGENT LIABILITIES			
Guarantees, letters of credit, endorsements and other obligations.	6,516	39,330	15,319
Commitments	166,051	203,636	189,719

HSBC Bank (Mauritius) Limited

Unaudited Statement of Changes in Equity for the period ended 30 September 2017

	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 1 January 2015	72,957	182,280	72,957	27,135	53	355,382
Total comprehensive income						
Profit for the year	-	41,504	-	-	-	41,504
Other comprehensive income						
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	-	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 owners of the Bank						
Dividends paid	-	(76,500)	-	-	-	(76,500)
Other movement	-	13	-	-	(7)	6
Transactions with owners of the Bank	-	(76,487)	-	-	(7)	(76,494)
Transfer to/(from) general banking reserve	-	(1,571)	-	1,571	-	-
Balance at 31 December 2016	72,957	140,103	72,957	27,254	45	313,316
Total comprehensive income						
Profit for the year	-	31,478	-	-	-	31,478
Other comprehensive income						
Remeasurements of defined benefit liabilities	-	(254)	-	-	-	(254)
Exchange difference on remeasurements of defined benefit liabilities	-	(52)	-	-	-	(52)
Tax on other comprehensive income	-	8	-	-	-	8
Total other comprehensive income	-	(298)	-	-	-	(298)
Total comprehensive income	-	31,180	-	-	-	31,180
Transactions with owners of the Bank						
Other movement	-	-	-	-	(1)	(1)
Transactions with owners of the Bank	-	-	-	-	(1)	(1)
Transfer to/(from) general banking reserve	-	3,594	-	(3,594)	-	-
Balance at 30 September 2017	72,957	174,877	72,957	23,660	44	344,495

HSBC Bank (Mauritius) Limited

Unaudited Statement of Cash Flows for the period ended 30 September 2017

	30 September 2017 USD'000	30 September 2016 USD'000	31 December 2016 USD'000
Cash flows from operating activities			
Profit before income tax	32,924	33,071	43,028
Adjustments for:			
Depreciation	23	35	38
Net impairment loss on financial assets	(107)	3	(29)
Net interest income	(35,818)	(31,461)	(42,638)
Exchange differences in respect of cash and cash equivalents	1,309	5,497	2,226
	(1,665)	7,145	2,625
Change in:			
Other assets	(15,616)	(3,106)	3,494
Other liabilities	(3,730)	593	6,678
Trading assets	747	907	394
Trading liabilities	40	(88)	(119)
Loans and advances to banks	530,370	(143,734)	(396,359)
Loans and advances to customers	(50,277)	75,656	32,142
Deposits from customers	(56,907)	(333,856)	(394,560)
Interest received	43,962	36,973	50,458
Interest paid	(10,739)	(6,341)	(8,375)
	436,185	(365,851)	(703,622)
Income tax paid	(1,501)	(1,507)	(1,884)
Net cash from/(used in) operating activities	434,684	(367,358)	(705,506)
Cash flows from investing activities			
Acquisition of equipment	(20)	(57)	(58)
Net cash used in investing activities	(20)	(57)	(58)
Cash flows from financing activities			
Dividends paid	-	(41,500)	(76,500)
(Decrease)/increase in other borrowed funds	(85,724)	779,948	930,522
Net cash from/(used in) financing activities	(85,724)	738,448	854,022
Net change in cash and cash equivalents	348,940	371,033	148,458
Cash and cash equivalents at 1 January	421,405	275,173	275,173
Exchange differences in respect of cash and cash equivalents	(1,309)	(5,497)	(2,226)
Cash and cash equivalents at end of the period/year	769,036	640,709	421,405