



SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

Statement of Financial Position

as at 31 December 2016

	2016 USD	2015 USD	2014 USD
Assets			
Cash and cash equivalents	955,449,350	858,078,800	2,497,991,968
Trading assets	12,214,772	39,163,539	184,035,481
Derivative assets held for risk management	11,829,615	9,016,819	4,503,937
Loans and advances to banks	463,307,807	393,710,692	270,117,616
Loans and advances to customers	78,741,065	100,752,826	249,836,871
Investment securities	833,184	474,659	2,661,958
Property, plant and equipment	2,250,989	2,871,608	3,294,570
Intangible assets	29,204	26,645	40,554
Deferred tax assets	300,000	1,177,000	2,116,000
Other assets	9,589,289	13,629,313	16,324,078
Total assets	1,534,545,275	1,418,901,901	3,230,923,033
Liabilities			
Deposits from banks	94,374,626	79,148,172	22,885,089
Deposits from customers	1,283,183,276	1,164,809,245	3,025,659,257
Trading liabilities	-	-	23,342,017
Derivatives liabilities held for risk management	11,599,090	8,618,009	3,796,297
Other borrowed funds	4,018,856	10,996,984	43,455,945
Subordinated liabilities	25,000,000	25,000,000	25,000,000
Current tax payable	202,000	539,000	-
Other liabilities	34,474,266	40,974,564	9,597,039
Total liabilities	1,452,852,114	1,330,085,974	3,153,735,644
Shareholders' Equity			
Share capital	35,000,000	35,000,000	35,000,000
Statutory and other reserves	12,192,287	10,561,693	7,423,062
Retained earnings	34,500,874	43,254,234	34,764,327
Total equity attributable to equity holders	81,693,161	88,815,927	77,187,389
Total equity and liabilities	1,534,545,275	1,418,901,901	3,230,923,033

Approved by the Board of Directors and authorised for issue on 22 March 2017.

Louis Rivalland
Chairman

Duncan Westcott
Director

Lakshman Bheenuck
Chief Executive

Statement of Profit or Loss and Other Comprehensive Income for the year ended 31 December 2016

	2016 USD	2015 USD	2014 USD
Interest income	18,757,136	21,146,140	26,117,645
Interest expense	(4,550,508)	(6,969,130)	(10,381,726)
Net interest income	14,206,628	14,177,010	15,735,919
Fee and commission income	6,695,892	7,384,020	7,717,934
Fee and commission expense	(242,698)	(230,643)	(485,645)
Net fee and commission income	6,453,194	7,153,377	7,232,289
Net trading income	7,923,642	10,897,175	8,683,797
Net income from other financial instruments carried at fair value	4,308	(245,678)	284,976
Other operating income	249,249	219,336	278,958
	8,177,199	10,870,833	9,247,731
Operating income	28,837,021	32,201,220	32,215,939
Net impairment loss reversal/(charge) on financial assets	(364,686)	4,949,466	1,125,491
Personnel expenses	(7,345,842)	(6,529,347)	(7,254,866)
Operating lease	(637,473)	(649,625)	(808,337)
Depreciation and amortisation	(852,349)	(794,909)	(902,607)
Other expenses	(5,594,614)	(5,974,611)	(5,838,034)
	(14,794,964)	(8,999,026)	(13,678,353)
Profit before income tax	14,042,057	23,202,194	18,537,586
Income tax expense	(1,172,524)	(1,596,711)	(3,122,010)
Profit for the year	12,869,533	21,605,483	15,415,576
Profit attributable to equity holders	12,869,533	21,605,483	15,415,576
Other comprehensive income			
Items that are or may be reclassified to profit or loss			
Net gain/(loss) on available for sale financial assets	1,630	868	4,539
Other comprehensive income for the year	1,630	868	4,539
Total comprehensive income for the year attributable to equity holders	12,871,163	21,606,351	15,420,115

Statement of Cash Flows for the year ended 31 December 2016

	2016 USD	Restated 2015 USD	Restated 2014 USD
Cash flows from operating activities			
Profit before income tax	14,042,057	23,202,194	18,537,586
Adjusted for:			
Depreciation and amortisation	852,349	794,909	902,607
Gain on sale of assets	(34,227)	(5,735)	-
Net foreign exchange difference	1,384,387	-	5,213,176
Net impairment loss/(gain) on financial assets	364,686	(4,949,466)	(1,125,491)
Interest income	(18,757,136)	(21,146,140)	(26,117,645)
Interest expense	4,550,508	6,969,130	10,381,726
Changes in operating assets and liabilities			
Decrease in trading assets	26,948,767	144,871,942	39,601,645
Decrease/(Increase) in derivative financial instruments held for risk management	168,285	308,830	(725,886)
(Increase)/Decrease in loans and advances to banks	(69,231,015)	(123,593,076)	81,068,964
Decrease in loans and advances to customers	19,326,532	154,033,510	91,508,317
Decrease in other assets	3,870,728	708,846	2,359,383
(Decrease)/Increase in trading liabilities	-	(23,342,017)	20,992,864
Increase/(Decrease) in deposits from banks	15,211,027	56,263,084	(332,840,728)
Decrease in other borrowed funds	(6,978,128)	(32,458,961)	(110,836,467)
Increase/(Decrease) in deposits from customers	118,225,641	(1,860,850,012)	1,248,893,113
(Decrease)/Increase in other liabilities	(6,580,089)	31,842,239	(1,157,954)
(Increase)/Decrease in investment securities	(357,801)	2,188,168	(28,377)
Interest received	20,712,485	23,132,058	26,609,841
Interest paid	(4,386,691)	(7,530,760)	(11,381,771)
Income tax paid	(377,367)	-	(1,498,071)
Net cash from/(used in) operating activities	118,954,998	(1,629,561,257)	1,060,356,832
Cash flows from investing activities			
Sale of investment securities ¹	-	-	13,869,176
Capital expenditure on property, plant and equipment	(260,269)	(360,891)	(48,564)
Proceeds from sale of property, plant and equipment	75,133	8,980	-
Capital expenditure intangible assets	(14,925)	-	-
Net cash (used in)/from investing activities	(200,061)	(351,911)	13,820,612
Cash flows from financing activities			
Dividends paid	(20,000,000)	(10,000,000)	-
Net cash used in financing activities	(20,000,000)	(10,000,000)	-
Net increase/(decrease) in cash and cash equivalents	98,754,937	(1,639,913,168)	1,074,177,444
Net foreign exchange difference	(1,384,387)	-	(5,213,176)
Cash at the beginning of the year	858,078,800	2,497,991,968	1,429,027,700
Total cash at end of the year	955,449,350	858,078,800	2,497,991,968

¹ Movement in investment securities relating to treasury bills and bonds have been reclassified to operating activities.



SUMMARY FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

Statement of Changes in Equity

for the year ended 31 December 2016

	Share Capital USD	Statutory Reserve USD	Other Reserves USD	Retained Earnings USD	Total USD
Balance at 01 January 2014	35,000,000	7,126,544	252,222	19,348,751	61,727,517
Profit for the year	-	-	-	15,415,576	15,415,576
Net change in fair value of available-for-sale financial assets	-	-	4,539	-	4,539
Total comprehensive income for the year	-	-	4,539	15,415,576	15,420,115
Transaction with owners of the Bank					
Share based payments	-	-	39,757	-	39,757
Balance at 31 December 2014	35,000,000	7,126,544	296,518	34,764,327	77,187,389
Profit for the year	-	-	-	21,605,483	21,605,483
Net change in fair value of available-for-sale financial assets	-	-	868	-	868
Total comprehensive income for the year	-	-	868	21,605,483	21,606,351
Transfer to statutory reserve	-	3,034,667	-	(3,034,667)	-
Transfer to general banking reserve	-	-	311,927	(311,927)	-
Transaction with owners of the Bank					
Dividend to equity holders	-	-	-	(10,000,000)	(10,000,000)
Share based payments	-	-	(208,831)	231,018	22,187
Balance at 31 December 2015	35,000,000	10,161,211	400,482	43,254,234	88,815,927
Profit for the year	-	-	-	12,869,533	12,869,533
Net change in fair value of available-for-sale financial assets	-	-	1,630	-	1,630
Total comprehensive income for the year	-	-	1,630	12,869,533	12,871,163
Transfer to statutory reserve	-	1,930,430	-	(1,930,430)	-
Transfer to general banking reserve	-	-	(244,368)	244,368	-
Transactions with owners of the Bank					
Dividend to equity holders	-	-	-	(20,000,000)	(20,000,000)
Share based payments	-	-	(57,098)	63,169	6,071
Balance at 31 December 2016	35,000,000	12,091,641	100,646	34,500,874	81,693,161

The above information including the independent auditor's report has been extracted from the audited financial statements for the year ended 31 December 2016. It should therefore be read in conjunction with the rest of the audited financial statements.

Independent auditor's report to the Shareholder of Standard Bank (Mauritius) Limited

Report on the Summary Financial Statements

The accompanying summary financial statements, which comprise the summary statement of financial position as at 31 December 2016, the summary statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended are derived from the audited financial statements of Standard Bank (Mauritius) Limited (the "Bank") for the year ended 31 December 2016. We expressed an unmodified audit opinion on those financial statements in our report dated 22 March 2017.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards, the Mauritian Companies Act 2001, the Mauritian Banking Act 2004 and regulations and guidelines issued by the Bank of Mauritius. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the Bank.

Independent auditor's report to the Shareholder of Standard Bank (Mauritius) Limited (continued)

Directors' Responsibility for the Summary Financial Statements

The Bank's directors are responsible for the preparation of a summary of the audited financial statements on the basis described in note 1.

Auditor's Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810, "Engagements to Report on Summary Financial Statements".

Opinion

In our opinion, the summary financial statements derived from the audited financial statements of the Bank for the year ended 31 December 2016 are consistent, in all material respects, with those financial statements, on the basis described in note 1.

Other Matter

This report, including the opinion, has been prepared for and only for the Bank's shareholder in accordance with Section 34(6)(b)(ii) of the Mauritian Banking Act 2004 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.