



Banque des Mascareignes

Consolidated and separate statement of profit or loss and other comprehensive income For the year ended 31 December 2014

	Note	Group			Bank	
		2014 Rs 000	2013 Rs 000	2012 Rs 000	2014 Rs 000	2012 Rs 000
Interest income		816,955	825,517	902,081	797,604	892,704
Interest expense		(353,286)	(406,689)	(423,604)	(347,734)	(418,683)
Net interest income	9	463,669	418,828	478,477	449,870	474,021
Fee and commission income		153,479	143,277	147,362	136,441	139,607
Fee and commission expense		(33,825)	(32,303)	(34,111)	(24,640)	(33,897)
Net fee and commission income	10	119,654	110,974	113,251	111,801	105,710
Net trading income	11	85,648	69,068	80,345	76,746	61,804
Net income from other financial instruments at fair value through profit or loss	12	(8)	(414)	(655)	(8)	(655)
Other revenue	13	967	3,957	5,600	10,915	11,388
		206,261	183,585	198,541	199,454	193,517
Revenue		669,930	602,413	677,018	649,324	667,538
Personnel expenses	14	(267,644)	(249,747)	(210,740)	(261,972)	(205,737)
Operating lease expenses	15	(45,315)	(42,066)	(37,580)	(40,269)	(34,188)
Depreciation and amortisation		(32,880)	(38,489)	(43,356)	(25,820)	(26,663)
Other expenses	16	(172,947)	(173,765)	(149,977)	(154,538)	(130,990)
		(518,786)	(504,067)	(441,653)	(482,599)	(402,286)
Operating profit		151,144	98,346	235,365	166,725	265,252
Net impairment loss on financial assets	20(c)	(103,495)	8,650	(1,013,994)	(101,316)	10,148
Profit / (Loss) before tax		47,649	106,996	(778,629)	65,409	(747,593)
Income tax	17(ii)	16,460	(21,715)	55,207	16,607	54,983
Profit / (Loss)		64,109	85,281	(723,422)	82,016	(692,610)
Other comprehensive income						
Items that are or may be reclassified to profit or loss						
Foreign currency translation differences for foreign operations		34,371	11,408	(25,023)	1,961	-
Net change in fair value of available for sale financial assets		18,145	(3,797)	5,737	18,145	5,737
Actuarial (Losses) Gain		1,689	-	-	1,689	-
Other comprehensive income		54,205	7,611	(19,286)	21,795	5,737
Total comprehensive income		118,314	92,892	(742,708)	103,811	(686,873)
Profit / (Loss) attributable to :						
Equity holders of the Bank		69,053	93,058	(714,428)		
Non-controlling interests		(4,944)	(7,777)	(8,994)		
Profit / (Loss)		64,109	85,281	(723,422)		
Total comprehensive income attributable to:						
Equity holders of the Bank		123,258	100,669	(733,714)		
Non-controlling interests		(4,944)	(7,777)	(8,994)		
Total comprehensive income		118,314	92,892	(742,708)		

Consolidated and separate statement of financial position As at 31 December 2014

	Note	Group			Bank	
		2014 Rs 000	2013 Rs 000	2012 Rs 000	2014 Rs 000	2012 Rs 000
ASSETS						
Cash and cash equivalents	18	1,578,864	1,781,282	2,207,078	1,440,115	2,096,849
Loans and advances to banks	19	522,184	466,187	1,737,056	522,184	1,737,056
Loans and advances to customers	20	15,730,769	13,464,305	14,714,919	15,649,896	14,684,614
Investment securities	21	2,021,590	1,884,133	1,605,904	1,974,772	1,570,446
Investment in subsidiary	22	-	-	-	191,896	106,072
Property and equipment	23	43,703	48,710	69,485	39,253	50,651
Goodwill and Intangible assets	24	85,170	81,467	84,855	7,445	2,916
Deferred tax assets	17(iii)	172,843	161,312	157,805	170,243	155,888
Other assets	25	843,107	695,807	719,994	824,461	711,403
Total assets		20,998,230	18,583,203	21,297,096	20,820,265	21,115,895
LIABILITIES						
Deposits from banks	26	1,297,035	1,130,101	1,286,670	1,297,035	1,286,670
Deposits from customers	27	13,838,847	10,638,327	13,311,624	13,579,948	13,129,066
Borrowed funds	28	3,193,220	4,192,960	4,215,105	3,193,220	4,215,105
Subordinated liabilities	29	509,408	619,283	621,200	509,408	621,200
Provisions	30	37,228	30,736	26,577	34,384	20,785
Current tax liabilities	17(ii)	10,207	12,405	15,972	10,013	15,972
Other liabilities	31	413,533	382,583	603,520	435,504	527,566
Total liabilities		19,299,478	17,006,395	20,080,668	19,059,512	19,816,364
Equity						
Share capital	32	1,749,016	1,749,016	1,499,016	1,749,016	1,499,016
Retained earnings		(268,911)	(339,653)	(432,711)	(162,434)	(357,347)
Reserves		203,689	151,173	143,562	174,171	157,862
Total equity attributable to the equity holders of the Bank		1,683,794	1,560,536	1,209,867	1,760,753	1,299,531
Non-controlling interests		14,958	16,272	6,561	-	-
Total equity		1,698,752	1,576,808	1,216,428	1,760,753	1,299,531
Total liabilities and equity		20,998,230	18,583,203	21,297,096	20,820,265	21,115,895

These financial statements were approved for issue by the Board of Directors on the 25th March 2015.

Philippe GARSUAULT
Chairperson

Alain MERLOT
Chairperson, Audit Committee

Philippe WATTECAMPS
Chief Executive Officer

Consolidated and separate statement of cash flows For the year ended 31 December 2014

	Note	Group			Bank	
		2014 Rs 000	2013 Rs 000	2012 Rs 000	2014 Rs 000	2012 Rs 000
Cash flows from operating activities						
Profit / (loss) before tax		47,649	106,996	(778,629)	65,409	(747,593)
Adjustments for:						
- Depreciation and amortisation		32,880	38,489	43,356	25,820	26,663
- Net impairment loss on financial assets		103,495	(8,650)	1,013,994	101,316	1,012,845
- Net income from financial instruments at fair value through profit and loss		8	414	655	8	414
- Profit on sale of equipment		-	-	339	-	339
		184,032	137,249	279,715	192,553	150,590
Changes in:						
- Loans and advances to banks		(240,030)	1,270,869	1,078,977	(96,314)	1,311,186
- Loans and advances to customers		(2,266,463)	1,251,771	(2,577,413)	(2,260,245)	1,268,881
- Other assets		(147,300)	24,190	(79,912)	(180,429)	34,595
- Deposits from banks		166,934	(156,569)	1,286,670	166,934	1,286,670
- Deposits from customers		3,200,520	(2,673,297)	1,476,190	3,207,109	1,336,061
- Other liabilities and provisions		37,441	(216,777)	87,693	89,003	(167,465)
		935,134	(362,564)	1,551,920	1,118,611	(315,010)
Income taxes paid		(737)	(24,402)	(43,326)	(737)	(24,403)
Net cash (used in)/ from operating activities		934,397	(386,966)	1,508,594	1,117,874	(339,413)
Cash flows from investing activities						
Acquisition of investment securities		(1,499,740)	(2,103,621)	(1,447,873)	(1,199,027)	(1,567,291)
Proceeds from sale of investment securities		1,497,952	1,865,274	1,463,849	975,880	1,317,064
Acquisition of shares in subsidiary		-	-	-	(19,549)	-
Acquisition of property and equipment		(25,369)	(13,900)	(18,907)	(23,915)	(13,475)
Proceeds from sale of property and equipment		-	-	3,215	-	3,215
Acquisition of intangible assets		(7,672)	(636)	(879)	(7,589)	(636)
Net cash used in investing activities		(34,829)	(252,883)	(595)	(274,200)	(264,338)
Cash flows from financing activities						
Proceeds from issue of subordinated liabilities		154,400	-	100,000	154,400	-
Repayment of subordinated liabilities		(269,393)	-	-	(269,393)	-
Repayment of borrowed funds		(999,740)	(22,145)	(2,431,741)	(956,582)	(65,303)
Proceeds from issue of shares		-	253,854	660,282	-	250,000
Dividends paid		-	-	(110,283)	-	(110,283)
Net cash (used in) / from financing activities		(1,114,733)	231,709	(1,781,742)	(1,071,575)	184,697
Net (decrease) / increase in cash and cash equivalents		(215,165)	(408,140)	(273,743)	(227,901)	(390,614)
Cash and cash equivalents at 01 January		1,781,282	2,207,078	2,515,861	1,660,937	2,096,849
Effect of exchange rate fluctuations on cash and cash equivalents held		12,747	(17,656)	(35,040)	7,079	(16,858)
Cash and cash equivalents at 31 December	18	1,578,864	1,781,282	2,207,078	1,440,115	2,096,849

Consolidated statement of changes in equity For the year ended 31 December 2014

Group	Attributable to equity holders of the bank							
	Share Capital Rs 000	Statutory Reserve Rs 000	General Banking Reserve Rs 000	Fair Value Reserve Rs 000	Foreign Currency Translation Reserve Rs 000	Retained Earnings Rs 000	Total Rs 000	Non - Controlling Interest Rs 000
Balance at 01 January 2012	838,734	83,372	28,709	11,844	38,923	392,000	1,393,582	15,555
Total comprehensive income								
Loss for the year	-	-	-	-	-	(714,428)	(714,428)	(8,994)
Other comprehensive income for the year	-	-	-	5,737	(25,023)	-	(19,286)	-
Total comprehensive income for the year	-	-	-	5,737	(25,023)	(714,428)	(733,714)	(8,994)
Transactions with owners of the Bank								
Issue of shares	660,282	-	-	-	-	-	660,282	-
Dividends to equity holders	-	-	-	-	-	(110,283)	(110,283)	-
Total contributions and distributions	660,282	-	-	-	-	(110,283)	549,999	-
Balance at 31 December 2012	1,499,016	83,372	28,709	17,581	13,900	(432,711)	1,209,867	6,561
Balance at 01 January 2013	1,499,016	83,372	28,709	17,581	13,900	(432,711)	1,209,867	6,561
Total comprehensive income								
Profit / (loss) for the year	-	-	-	-	-	93,058	93,058	(7,777)
Other comprehensive income / (loss) for the year	-	-	-	(3,797)	11,408	-	7,611	-
Total comprehensive income / (loss) for the year	-	-	-	(3,797)	11,408	93,058	100,669	(7,777)
Transactions with owners of the Bank								
Issue of shares	250,000	-	-	-	-	-	250,000	17,488
Total contributions	250,000	-	-	-	-	-	250,000	17,488
Balance at 31 December 2013	1,749,016	83,372	28,709	13,784	25,308	(339,653)	1,560,536	16,272
Balance at 01 January 2014	1,749,016	83,372	28,709	13,784	25,308	(339,653)	1,560,536	16,272
Total comprehensive income								
Profit / (loss) for the year	-	-	-	-	-	69,053	69,053	(4,944)
Other comprehensive income for the year	-	-	-	18,145	34,371	1,689	54,205	-
Total comprehensive income / (loss) for the year	-	-	-	18,145	34,391	70,742	123,258	(4,944)
Transactions with owners of the Bank								
Issue of shares	-	-	-	-	-	-	-	-
Balance at 31 December 2014	1,749,016	83,372	28,709	31,929	59,679	(268,911)	1,683,794	14,958

Statement of changes in equity For the year ended 31 December 2014

Bank	Reserves						Retained Earnings Rs 000	Total Rs 000
	Share Capital Rs 000	Statutory Reserve Rs 000	General Banking Reserve Rs 000	Fair Value Reserve Rs 000	Foreign Currency Translation Reserve Rs 000			
Balance at 01 January 2012	838,734	83,372	28,709	11,844	28,200		445,546	1,436,405
Total comprehensive income								
Loss for the year	-	-	-	-	-	(692,610)	-	(692,610)
Other comprehensive income for the year	-	-	-	5,737	-	-	-	5,737
Total comprehensive income for the year	-	-	-	5,737	-	(692,610)	-	(686,873)
Transactions with owners of the Bank								
Issue of shares	660,282	-	-	-	-	-	-	660,282
Dividends to equity holders	-	-	-	-	-	(110,283)	-	(110,283)
Total contributions and distributions	660,282	-	-	-	-	(110,283)	-	549,999
Balance at 31 December 2012	1,499,016	83,372	28,709	17,581	28,200	(357,347)		1,299,531
Balance at 01 January 2013	1,499,016	83,372	28,709	17,581	28,200	(357,347)		1,299,531
Total comprehensive income								
Profit for the year	-	-	-	-	-	-	111,208	111,208
Other comprehensive loss for the year	-	-	-	(3,797)	-	-	-	(3,797)
Total comprehensive income / (loss) for the year	-	-	-	(3,797)	-	-	111,208	107,411
Transactions with owners of the Bank								
Issue of shares	250,000	-	-	-	-	-	-	250,000
Total contributions	250,000	-	-	-	-	-	-	250,000
Balance at 31 December 2013	1,749,016	83,372	28,709	13,784	28,200	(246,139)		1,656,942
Balance at 01 January 2014	1,749,016	83,372	28,709	13,784	28,200	(246,139)		1,656,942
Total comprehensive income								
Profit for the year	-	-	-	-	-	-	82,016	82,016
Other comprehensive income for the year	-	-	-	18,145	1,961	-	1,689	21,795
Total comprehensive income for the year	-	-	-	18,145	1,961	-	83,705	103,811
Balance at 31 December 2014	1,749,016	83,372	28,709	31,929	30,161	(162,434)		1,760,753