



**Statement of Comprehensive Income**

for the quarter ended 31st March 2010

	31-Mar-10 Rs' 000	31-Mar-09 Rs' 000	31-Dec-09 Rs' 000
Interest income	211,694	218,400	870,774
Interest expense	(94,300)	(146,437)	(484,399)
<b>Net interest income</b>	<b>117,394</b>	<b>71,963</b>	<b>386,375</b>
Fee and commission income	40,987	13,089	111,116
Fee and commission expense	(13,898)	(8,113)	(33,898)
<b>Net fee and commission income</b>	<b>27,089</b>	<b>4,976</b>	<b>77,218</b>
Net trading income	23,390	23,231	98,846
Other operating income	4,306	3,946	25,160
	<b>27,696</b>	<b>27,177</b>	<b>124,006</b>
<b>Operating Income</b>	<b>172,179</b>	<b>104,116</b>	<b>587,599</b>
Net impairment loss on financial assets	(15,587)	(6,421)	(85,297)
Personnel expenses	(37,940)	(35,141)	(146,343)
Operating lease expenses	(5,976)	(5,667)	(23,438)
Depreciation and amortisation	(7,285)	(8,682)	(34,875)
Other expenses	(39,874)	(27,855)	(141,940)
	<b>(106,662)</b>	<b>(83,766)</b>	<b>(431,893)</b>
<b>Operating profit and profit before tax</b>	<b>65,517</b>	<b>20,350</b>	<b>155,706</b>
Income tax expense	(13,020)	(4,537)	(20,293)
<b>Profit for the period / year</b>	<b>52,497</b>	<b>15,813</b>	<b>135,413</b>
<b>Other comprehensive income</b>			
Net gains on available for sale financial assets	180	13,848	13,639
Other comprehensive income for the year	180	13,848	13,639
<b>Total comprehensive income for the year</b>	<b>52,677</b>	<b>29,661</b>	<b>149,052</b>
Profit attributable to owners of the company	52,497	15,813	135,413
Total comprehensive income attributable to owners of the company	52,677	29,661	149,052
Earnings per share	Rs. -	-	130.28
Transfer to statutory reserve	-	-	20,334

The notes on page 5 form an integral part of these financial statements.

## Statement of Financial Position

as at 31st March 2010

	31-Mar-10 Rs' 000	31-Mar-09 Rs' 000	31-Dec-09 Rs' 000
<b>ASSETS</b>			
Cash and cash equivalents	1,046,426	1,857,245	822,233
Loans and advances to banks	5,172,919	5,458,961	4,540,941
Loans and advances to customers	10,359,665	9,484,101	9,764,382
Investment securities	1,218,723	805,186	1,458,119
Property, plant and equipment	84,149	80,629	77,904
Intangible assets	21,026	40,562	23,402
Deferred tax assets	8,036	2,600	2,310
Other assets	414,245	320,425	368,988
<b>Total assets</b>	<b>18,325,190</b>	<b>18,049,708</b>	<b>17,058,279</b>
<b>LIABILITIES</b>			
Deposits from banks	-	67,093	-
Deposits from customers	10,048,500	7,520,400	9,304,441
Borrowed funds	6,445,671	8,833,281	6,002,760
Subordinated liabilities	338,720	368,336	340,439
Current tax liabilities	22,504	5,300	9,084
Deferred tax liabilities	5,357	5,400	-
Other liabilities	325,962	283,492	315,756
<b>Total liabilities</b>	<b>17,186,715</b>	<b>17,083,302</b>	<b>15,972,480</b>
<b>Shareholders' Equity</b>			
Stated capital	838,734	838,734	838,734
Retained earnings	184,444	32,681	131,947
Other reserves	115,297	94,991	115,118
<b>Total equity</b>	<b>1,138,475</b>	<b>966,406</b>	<b>1,085,799</b>
<b>Total equity and liabilities</b>	<b>18,325,190</b>	<b>18,049,708</b>	<b>17,058,279</b>

These financial statements have been approved for issue by the Board of Directors on 27<sup>th</sup> April 2010

.....  
Bruno DELETRE  
Chairman Board

.....  
Mathieu Marc LEPELTIER  
Chairman Audit Committee

.....  
Nelly JIRARI  
Chief Executive Officer

**Banque Des Mascareignes Ltée**

**Statement of changes in equity**  
for the quarter ended 31st March 2010

	Share Capital Rs' 000	Statutory Reserve Rs' 000	General Banking Reserve Rs' 000	Revaluation Surplus Rs' 000	Foreign Currency Translation Reserve Rs' 000	Retained Earnings Rs' 000	Total Rs' 000
<b>Balance at beginning of 1st Quarter 2009</b>	710,334	7,698	28,709	16,538	28,200	16,868	808,346
Total comprehensive income	-	-	-	13,848	-	15,813	29,661
Issuance of ordinary shares	128,400	-	-	-	-	-	128,400
<b>Balance at end of 31 March 2009</b>	838,734	7,698	28,709	30,386	28,200	32,681	966,407
<b>Balance at beginning of Year 2009</b>	710,334	7,698	28,709	16,538	28,200	16,868	808,347
Total comprehensive income	-	-	-	13,639	-	135,413	149,052
Issuance of ordinary shares	128,400	-	-	-	-	-	128,400
Transfer to statutory reserve	-	20,334	-	-	-	(20,334)	-
<b>Balance at end of Year 31 December 2009/beginning of Year 2010</b>	838,734	28,032	28,709	30,177	28,200	131,947	1,085,799
Total comprehensive income	-	-	-	180	-	52,497	52,677
<b>Balance at 31 March 2010</b>	838,734	28,032	28,709	30,357	28,200	184,444	1,138,475

The notes on page 5 form an integral part of these financial statements.

**Statement of Cash Flow**

for the quarter ended 31st March 2010

	31-Mar-10 Rs' 000	31-Mar-09 Rs' 000	31-Dec-09 Rs' 000
<b>Cash flows from operating activities</b>			
Profit before tax	65,517	20,350	155,706
<b>Adjustments for:</b>			
Depreciation and amortisation	7,285	8,682	34,875
Loss on scrapped assets		-	4,215
Impairment on non-financial assets		-	10,826
Impairment on financial assets	15,587	6,421	85,297
Loss on sale of equipment	98	-	633
Loss on disposal of intangible assets	-	-	-
Exchange differences	(1,719)	-	(18,160)
	<u>86,769</u>	<u>35,453</u>	<u>273,392</u>
<b>Changes in operating assets and liabilities</b>			
(Increase)/Decrease in loans and advances to banks	(631,978)	212,243	1,130,263
(Increase) in loans and advances to customers	(595,283)	(843,106)	(1,208,684)
(Increase)/Decrease in other assets	(45,257)	58,563	10,000
(Decrease) in deposits from banks	-	(114,309)	(181,402)
Increase in deposits from customers	744,059	591,366	2,375,407
Increase/(Decrease) in other liabilities	10,206	(27,247)	5,017
	<u>(431,485)</u>	<u>(87,037)</u>	<u>2,403,993</u>
Income tax paid	-	(5,300)	(21,545)
<b>Net cash generated from / (used in) operating activities</b>	<u>(431,485)</u>	<u>(92,337)</u>	<u>2,382,448</u>
<b>Cash flows (used in)/from investing activities</b>			
Purchase of investment securities	(37,364)	(276,941)	(2,994,519)
Proceeds from sale and redemption of investment securities	261,317	470,909	2,531,195
Purchase of property and equipment	(10,939)	(4,836)	(21,813)
Purchase of intangible assets	(247)	(1,066)	(6,073)
<b>Net cash (used in)/from investing activities</b>	<u>212,767</u>	<u>188,066</u>	<u>(491,210)</u>
<b>Cash flows (used in)/from financing activities</b>			
Increase/(Decrease) in other borrowed funds	442,911	88,795	(2,741,726)
Proceeds from issue of shares	-	128,400	128,400
<b>Net cash (used in)/from financing activities</b>	<u>442,911</u>	<u>217,195</u>	<u>(2,613,326)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<u>224,193</u>	<u>312,924</u>	<u>(722,088)</u>
Cash and cash equivalents at beginning of year	822,233	1,544,321	1,544,321
<b>Cash and cash equivalents at end of year</b>	<u>1,046,426</u>	<u>1,857,245</u>	<u>822,233</u>

The notes on page 5 form an integral part of these financial statements.

**Notes to and forming part of the unaudited financial statements**  
*for the quarter ended 31st March 2010*

**1 Significant accounting policies**

The financial statements are unaudited and have been prepared in accordance with and comply with IAS 34 – Interim Financial Reporting.

**Basis of preparation**

The financial statements are prepared using the same accounting policies as those adopted in the financial statements for the year ended 31 December 2009.