



# THE MAURITIUS COMMERCIAL BANK LIMITED

Abridged Unaudited Financial Statements - 31st December 2013

## Statements of financial position

	GROUP			BANK		
	31-Dec-13 Rs'000	31-Dec-12 Rs'000 (Restated)	30-Jun-13 Rs'000 (Restated)	31-Dec-13 Rs'000	31-Dec-12 Rs'000 (Restated)	30-Jun-13 Rs'000 (Restated)
<b>ASSETS</b>						
Cash and cash equivalents	23,383,186	12,720,981	15,394,108	21,803,914	11,334,059	14,614,633
Mandatory balances with Central Banks	10,954,921	9,576,293	9,882,327	9,181,907	7,959,280	8,039,278
Derivative financial instruments	178,608	462,857	120,955	139,689	462,857	120,955
Loans to and placements with banks	5,723,759	2,640,843	3,789,813	5,650,619	2,530,468	3,659,498
Loans and advances to customers	147,817,020	140,666,117	148,034,666	138,208,606	132,559,753	138,981,434
Investment securities	27,609,348	18,051,993	22,446,957	22,319,169	13,334,411	17,274,855
Investments in associates	6,837,852	6,136,992	6,377,033	885,807	874,434	876,156
Investments in subsidiaries	-	-	-	3,662,929	3,677,816	3,679,902
Goodwill and other intangible assets	891,269	1,012,255	977,813	608,530	747,769	691,896
Property, plant and equipment	6,150,934	6,374,355	6,312,841	5,304,141	5,495,433	5,442,042
Deferred tax assets	134,622	91,572	129,320	120,366	75,774	113,786
Other assets	4,189,337	2,921,346	2,967,191	3,757,433	2,657,693	2,699,903
<b>Total assets</b>	<b>233,870,856</b>	<b>200,655,604</b>	<b>216,433,024</b>	<b>211,643,110</b>	<b>181,709,747</b>	<b>196,194,338</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>						
Deposits from banks	3,329,394	1,743,436	1,737,230	5,239,063	3,307,263	3,408,512
Deposits from customers	175,953,877	158,622,887	164,376,019	161,698,167	146,035,280	150,918,634
Derivative financial instruments	140,678	55,101	167,297	101,826	55,101	167,297
Other borrowed funds	10,156,312	6,460,021	13,392,661	9,416,895	6,168,873	13,103,722
Subordinated liabilities	5,403,732	-	-	5,403,732	-	-
Current tax liabilities	251,691	121,693	249,552	247,173	112,414	241,946
Deferred tax liabilities	54,422	36,967	42,149	-	-	-
Other liabilities	6,183,737	5,098,675	6,340,678	5,381,425	4,399,620	5,661,058
<b>Total liabilities</b>	<b>201,473,843</b>	<b>172,138,780</b>	<b>186,305,586</b>	<b>187,488,281</b>	<b>160,078,551</b>	<b>173,501,169</b>
<b>Shareholders' Equity</b>						
Share capital and share premium	2,620,245	2,594,869	2,615,838	2,620,245	2,594,869	2,615,838
Retained earnings	23,222,845	20,329,965	21,485,646	17,823,252	15,673,674	16,585,299
Other components of equity	5,197,770	4,407,435	4,764,255	4,070,591	3,727,093	3,852,089
	31,040,860	27,332,269	28,865,739	24,514,088	21,995,636	23,053,226
Less treasury shares	(359,259)	(364,440)	(360,057)	(359,259)	(364,440)	(360,057)
<b>Equity attributable to the ordinary equity holders of the parent</b>	<b>30,681,601</b>	<b>26,967,829</b>	<b>28,505,682</b>	<b>24,154,829</b>	<b>21,631,196</b>	<b>22,693,169</b>
Non-controlling interests	1,715,412	1,548,995	1,621,756	-	-	-
<b>Total equity</b>	<b>32,397,013</b>	<b>28,516,824</b>	<b>30,127,438</b>	<b>24,154,829</b>	<b>21,631,196</b>	<b>22,693,169</b>
<b>Total equity and liabilities</b>	<b>233,870,856</b>	<b>200,655,604</b>	<b>216,433,024</b>	<b>211,643,110</b>	<b>181,709,747</b>	<b>196,194,338</b>
<b>CONTINGENT LIABILITIES</b>						
Acceptances, guarantees, letters of credit, endorsements and other obligations on account of customers	53,084,926	48,812,433	48,028,454	51,249,362	47,701,176	46,549,986
Commitments	4,568,672	3,891,906	5,237,848	4,341,134	3,578,668	5,022,227
Tax assessments	267,213	132,369	121,584	267,213	132,369	121,584
Other	1,222,225	1,368,571	1,702,432	1,188,719	1,328,066	1,632,122
	59,143,036	54,205,279	55,090,318	57,046,428	52,740,279	53,325,919



**THE MAURITIUS COMMERCIAL BANK LIMITED**  
Abridged Unaudited Financial Statements - 31st December 2013

**Income statements**

	GROUP					BANK				
	Quarter to 31-Dec-13 Rs'000	Quarter to 31-Dec-12 Rs'000	6 mths to 31-Dec-13 Rs'000	6 mths to 31-Dec-12 Rs'000	Year to 30-Jun-13 Rs'000 (Restated)	Quarter to 31-Dec-13 Rs'000	Quarter to 31-Dec-12 Rs'000	6 mths to 31-Dec-13 Rs'000	6 mths to 31-Dec-12 Rs'000	Year to 30-Jun-13 Rs'000 (Restated)
Interest income	3,028,761	2,982,264	6,133,605	5,877,426	11,686,394	2,749,344	2,678,207	5,561,321	5,306,666	10,544,759
Interest expense	(1,195,382)	(1,161,868)	(2,381,903)	(2,305,785)	(4,639,343)	(1,098,407)	(1,048,761)	(2,179,488)	(2,088,508)	(4,211,344)
<b>Net interest income</b>	<b>1,833,379</b>	<b>1,820,396</b>	<b>3,751,702</b>	<b>3,571,641</b>	<b>7,047,051</b>	<b>1,650,937</b>	<b>1,629,446</b>	<b>3,381,833</b>	<b>3,218,158</b>	<b>6,333,415</b>
Fee and commission income	828,230	791,700	1,691,205	1,478,035	3,193,627	690,830	628,671	1,373,665	1,168,289	2,601,828
Fee and commission expense	(172,519)	(140,171)	(344,294)	(246,114)	(564,158)	(132,730)	(108,690)	(256,429)	(184,670)	(411,373)
<b>Net fee and commission income</b>	<b>655,711</b>	<b>651,529</b>	<b>1,346,911</b>	<b>1,231,921</b>	<b>2,629,469</b>	<b>558,100</b>	<b>519,981</b>	<b>1,117,236</b>	<b>983,619</b>	<b>2,190,455</b>
Other income	428,470	416,948	775,357	697,094	1,346,926	280,792	298,213	532,645	524,723	1,147,801
<b>Operating income</b>	<b>2,917,560</b>	<b>2,888,873</b>	<b>5,873,970</b>	<b>5,500,656</b>	<b>11,023,446</b>	<b>2,489,829</b>	<b>2,447,640</b>	<b>5,031,714</b>	<b>4,726,500</b>	<b>9,671,671</b>
Non-interest expense	(1,436,418)	(1,369,377)	(2,771,572)	(2,608,907)	(4,996,431)	(1,197,851)	(1,093,824)	(2,332,114)	(2,134,773)	(4,158,744)
<b>Operating profit before impairment</b>	<b>1,481,142</b>	<b>1,519,496</b>	<b>3,102,398</b>	<b>2,891,749</b>	<b>6,027,015</b>	<b>1,291,978</b>	<b>1,353,816</b>	<b>2,699,600</b>	<b>2,591,727</b>	<b>5,512,927</b>
Allowance for credit impairment	(172,070)	(236,510)	(354,683)	(342,448)	(1,081,027)	(163,777)	(225,953)	(319,769)	(325,723)	(1,055,277)
<b>Operating profit</b>	<b>1,309,072</b>	<b>1,282,986</b>	<b>2,747,715</b>	<b>2,549,301</b>	<b>4,945,988</b>	<b>1,128,201</b>	<b>1,127,863</b>	<b>2,379,831</b>	<b>2,266,004</b>	<b>4,457,650</b>
Share of profit of associates	128,665	35,423	252,248	116,789	257,262	-	-	-	-	-
<b>Profit before tax</b>	<b>1,437,737</b>	<b>1,318,409</b>	<b>2,999,963</b>	<b>2,666,090</b>	<b>5,203,250</b>	<b>1,128,201</b>	<b>1,127,863</b>	<b>2,379,831</b>	<b>2,266,004</b>	<b>4,457,650</b>
Income tax expense	(250,314)	(213,255)	(512,878)	(420,575)	(853,582)	(203,077)	(169,179)	(428,370)	(339,900)	(695,502)
<b>Profit for the period</b>	<b>1,187,423</b>	<b>1,105,154</b>	<b>2,487,085</b>	<b>2,245,515</b>	<b>4,349,668</b>	<b>925,124</b>	<b>958,684</b>	<b>1,951,461</b>	<b>1,926,104</b>	<b>3,762,148</b>
<b>Profit for the period attributable to :-</b>										
Ordinary equity holders of the parent	1,171,722	1,096,814	2,454,760	2,233,064	4,315,438	925,124	958,684	1,951,461	1,926,104	3,762,148
Non-controlling interests	15,701	8,340	32,325	12,451	34,230	-	-	-	-	-
	<b>1,187,423</b>	<b>1,105,154</b>	<b>2,487,085</b>	<b>2,245,515</b>	<b>4,349,668</b>	<b>925,124</b>	<b>958,684</b>	<b>1,951,461</b>	<b>1,926,104</b>	<b>3,762,148</b>

**Statements of comprehensive income**

<b>Profit for the period</b>	<b>1,187,423</b>	<b>1,105,154</b>	<b>2,487,085</b>	<b>2,245,515</b>	<b>4,349,668</b>	<b>925,124</b>	<b>958,684</b>	<b>1,951,461</b>	<b>1,926,104</b>	<b>3,762,148</b>
<b>Other comprehensive income/(expense):</b>										
<b>Items that will not be reclassified to income statement:</b>										
Remeasurement of defined benefit pension plan	-	-	-	-	(105,319)	-	-	-	-	(105,319)
<b>Items that may be reclassified subsequently to income statement:</b>										
Exchange differences on translating foreign operations	(28,124)	42,626	(39,244)	39,178	151,229	-	-	-	-	-
Reclassification adjustments	(5,032)	-	(6,416)	-	(3,517)	-	-	-	-	(3,206)
Net fair value gain on available-for-sale investments	229,550	98,481	387,018	4,072	187,475	145,930	56,076	218,502	78,872	184,631
Share of other comprehensive income of associates	85,211	51,419	162,361	21,616	117,024	-	-	-	-	-
	<b>281,605</b>	<b>192,526</b>	<b>503,719</b>	<b>64,866</b>	<b>452,211</b>	<b>145,930</b>	<b>56,076</b>	<b>218,502</b>	<b>78,872</b>	<b>181,425</b>
<b>Other comprehensive income for the period</b>	<b>281,605</b>	<b>192,526</b>	<b>503,719</b>	<b>64,866</b>	<b>346,892</b>	<b>145,930</b>	<b>56,076</b>	<b>218,502</b>	<b>78,872</b>	<b>76,106</b>
<b>Total comprehensive income for the period</b>	<b>1,469,028</b>	<b>1,297,680</b>	<b>2,990,804</b>	<b>2,310,381</b>	<b>4,696,560</b>	<b>1,071,054</b>	<b>1,014,760</b>	<b>2,169,963</b>	<b>2,004,976</b>	<b>3,838,254</b>
<b>Total comprehensive income attributable to :-</b>										
Ordinary equity holders of the parent	1,416,951	1,269,104	2,883,995	2,302,912	4,612,016	1,071,054	1,014,760	2,169,963	2,004,976	3,838,254
Non-controlling interests	52,077	28,576	106,809	7,469	84,544	-	-	-	-	-
	<b>1,469,028</b>	<b>1,297,680</b>	<b>2,990,804</b>	<b>2,310,381</b>	<b>4,696,560</b>	<b>1,071,054</b>	<b>1,014,760</b>	<b>2,169,963</b>	<b>2,004,976</b>	<b>3,838,254</b>
<b>Earnings per share:</b>										
Basic (Rs)	4.93	4.62	10.32	9.40	18.15					
Diluted (Rs)	4.92	4.61	10.32	9.40	18.15					
Basic weighted average number of shares (thousands)	237,834	237,653	237,825	237,650	237,718					
Diluted weighted average number of shares (thousands)	237,958	237,681	237,950	237,678	237,808					



# THE MAURITIUS COMMERCIAL BANK LIMITED

## Abridged Unaudited Financial Statements - 31st December 2013

### Statements of changes in equity

	Attributable to ordinary equity holders of the parent										
	Share Capital	Share Premium	Treasury Shares	Retained Earnings	Capital Reserve	Translation Reserve	Statutory Reserve	General Banking Reserve	Total	Non-controlling Interests	Total Equity
GROUP	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000	Rs'000
<b>At 1st July 2012</b>											
As previously stated	2,503,756	89,639	(364,765)	19,565,121	1,382,904	(253,309)	2,614,782	598,033	26,136,161	1,553,029	27,689,190
Effect of adopting IAS 19 (revised)	-	-	-	(821,260)	-	-	-	-	(821,260)	(309)	(821,569)
As restated	2,503,756	89,639	(364,765)	18,743,861	1,382,904	(253,309)	2,614,782	598,033	25,314,901	1,552,720	26,867,621
Profit for the period	-	-	-	2,233,064	-	-	-	-	2,233,064	12,451	2,245,515
Other comprehensive income/(expense) for the period	-	-	-	-	24,480	45,368	-	-	69,848	(4,982)	64,866
Total comprehensive income for the period	-	-	-	2,233,064	24,480	45,368	-	-	2,302,912	7,469	2,310,381
Increase in effective shareholding of associate	-	-	-	1,768	-	-	-	-	1,768	1,303	3,071
Dividends	-	-	-	(653,551)	-	-	-	-	(653,551)	(12,497)	(666,048)
Share of transfer on disposal of property, plant & equipment by associate	-	-	-	4,400	(4,400)	-	-	-	-	-	-
Transfer from general banking reserve	-	-	-	423	-	-	-	(423)	-	-	-
Employee share options exercised	-	1,474	325	-	-	-	-	-	1,799	-	1,799
<b>At 31st December 2012</b>	<b>2,503,756</b>	<b>91,113</b>	<b>(364,440)</b>	<b>20,329,965</b>	<b>1,402,984</b>	<b>(207,941)</b>	<b>2,614,782</b>	<b>597,610</b>	<b>26,967,829</b>	<b>1,548,995</b>	<b>28,516,824</b>
<b>At 1st July 2012</b>											
As previously stated	2,503,756	89,639	(364,765)	19,565,121	1,382,904	(253,309)	2,614,782	598,033	26,136,161	1,553,029	27,689,190
Effect of adopting IAS 19 (revised)	-	-	-	(821,260)	-	-	-	-	(821,260)	(309)	(821,569)
As restated	2,503,756	89,639	(364,765)	18,743,861	1,382,904	(253,309)	2,614,782	598,033	25,314,901	1,552,720	26,867,621
Profit for the year	-	-	-	4,315,438	-	-	-	-	4,315,438	34,230	4,349,668
Other comprehensive (expense)/income for the year	-	-	-	(105,319)	248,603	153,294	-	-	296,578	50,314	348,892
Total comprehensive income for the year	-	-	-	4,210,119	248,603	153,294	-	-	4,612,016	84,544	4,696,560
Increase in effective shareholding of associate	-	-	-	1,822	-	-	-	-	1,822	1,343	3,165
Dividends	-	-	-	(1,450,208)	-	-	-	-	(1,450,208)	(16,851)	(1,467,059)
Share of transfer on disposal of property, plant & equipment by associate	-	-	-	15,585	(15,585)	-	-	-	-	-	-
Transfer to general banking reserve	-	-	-	(6,638)	-	-	-	6,638	-	-	-
Transfer to statutory reserve	-	-	-	(28,895)	-	-	28,895	-	-	-	-
Employee share options exercised	-	22,443	4,708	-	-	-	-	-	27,151	-	27,151
<b>At 30th June 2013</b>	<b>2,503,756</b>	<b>112,082</b>	<b>(360,057)</b>	<b>21,485,646</b>	<b>1,615,922</b>	<b>(100,015)</b>	<b>2,643,677</b>	<b>604,671</b>	<b>28,505,682</b>	<b>1,621,756</b>	<b>30,127,438</b>
Profit for the period	-	-	-	2,454,760	-	-	-	-	2,454,760	32,325	2,487,085
Other comprehensive (expense)/income for the period	-	-	-	(1,248)	464,899	(34,416)	-	-	429,235	74,484	503,719
Total comprehensive income/(expense) for the period	-	-	-	2,453,512	464,899	(34,416)	-	-	2,883,995	106,809	2,990,804
Increase in effective shareholding of associate	-	-	-	227	-	-	-	-	227	7	234
Dividends	-	-	-	(713,508)	-	-	-	-	(713,508)	(13,160)	(726,668)
Share of transfer on disposal of property, plant & equipment by associate	-	-	-	1,426	(1,426)	-	-	-	-	-	-
Share of other movements in reserves of associate	-	-	-	(1,750)	1,750	-	-	-	-	-	-
Transfer to general banking reserve	-	-	-	(2,760)	-	-	-	2,760	-	-	-
Transfer from statutory reserve	-	-	-	52	-	-	(52)	-	-	-	-
Employee share options exercised	-	4,407	798	-	-	-	-	-	5,205	-	5,205
<b>At 31st December 2013</b>	<b>2,503,756</b>	<b>116,489</b>	<b>(359,259)</b>	<b>23,222,845</b>	<b>2,081,145</b>	<b>(134,431)</b>	<b>2,643,625</b>	<b>607,431</b>	<b>30,681,601</b>	<b>1,715,412</b>	<b>32,397,013</b>
<b>BANK</b>											
<b>At 1st July 2012</b>											
As previously stated	2,503,756	89,639	(364,765)	15,221,962	521,246	-	2,593,395	533,580	21,098,813	-	21,098,813
Effect of adopting IAS 19 (revised)	-	-	-	(820,841)	-	-	-	-	(820,841)	-	(820,841)
As restated	2,503,756	89,639	(364,765)	14,401,121	521,246	-	2,593,395	533,580	20,277,972	-	20,277,972
Profit for the period	-	-	-	1,926,104	-	-	-	-	1,926,104	-	1,926,104
Other comprehensive income for the period	-	-	-	-	78,872	-	-	-	78,872	-	78,872
Total comprehensive income for the period	-	-	-	1,926,104	78,872	-	-	-	2,004,976	-	2,004,976
Dividends	-	-	-	(653,551)	-	-	-	-	(653,551)	-	(653,551)
Employee share options exercised	-	1,474	325	-	-	-	-	-	1,799	-	1,799
<b>At 31st December 2012</b>	<b>2,503,756</b>	<b>91,113</b>	<b>(364,440)</b>	<b>15,673,674</b>	<b>600,118</b>	<b>-</b>	<b>2,593,395</b>	<b>533,580</b>	<b>21,631,196</b>	<b>-</b>	<b>21,631,196</b>
<b>At 1st July 2012</b>											
As previously stated	2,503,756	89,639	(364,765)	15,221,962	521,246	-	2,593,395	533,580	21,098,813	-	21,098,813
Effect of adopting IAS 19 (revised)	-	-	-	(820,841)	-	-	-	-	(820,841)	-	(820,841)
As restated	2,503,756	89,639	(364,765)	14,401,121	521,246	-	2,593,395	533,580	20,277,972	-	20,277,972
Profit for the period	-	-	-	3,762,148	-	-	-	-	3,762,148	-	3,762,148
Other comprehensive (expense)/income for the year	-	-	-	(105,319)	181,425	-	-	-	76,106	-	76,106
Total comprehensive income for the year	-	-	-	3,656,829	181,425	-	-	-	3,838,254	-	3,838,254
Dividends	-	-	-	(1,450,208)	-	-	-	-	(1,450,208)	-	(1,450,208)
Transfer to statutory reserve	-	-	-	(22,443)	-	-	22,443	-	-	-	-
Employee share options exercised	-	22,443	4,708	-	-	-	-	-	27,151	-	27,151
<b>At 30th June 2013</b>	<b>2,503,756</b>	<b>112,082</b>	<b>(360,057)</b>	<b>16,585,299</b>	<b>702,671</b>	<b>-</b>	<b>2,615,838</b>	<b>533,580</b>	<b>22,693,169</b>	<b>-</b>	<b>22,693,169</b>
Profit for the period	-	-	-	1,951,461	-	-	-	-	1,951,461	-	1,951,461
Other comprehensive income for the period	-	-	-	-	218,502	-	-	-	218,502	-	218,502
Total comprehensive income for the period	-	-	-	1,951,461	218,502	-	-	-	2,169,963	-	2,169,963
Dividends	-	-	-	(713,508)	-	-	-	-	(713,508)	-	(713,508)
Employee share options exercised	-	4,407	798	-	-	-	-	-	5,205	-	5,205
<b>At 31st December 2013</b>	<b>2,503,756</b>	<b>116,489</b>	<b>(359,259)</b>	<b>17,823,252</b>	<b>921,173</b>	<b>-</b>	<b>2,615,838</b>	<b>533,580</b>	<b>24,154,829</b>	<b>-</b>	<b>24,154,829</b>



# THE MAURITIUS COMMERCIAL BANK LIMITED

Abridged Unaudited Financial Statements - 31st December 2013

## Statements of cash flows

	GROUP			BANK		
	6 mths to 31-Dec-13 Rs'000	6 mths to 31-Dec-12 Rs'000 (Restated)	Year to 30-Jun-13 Rs'000	6 mths to 31-Dec-13 Rs'000	6 mths to 31-Dec-12 Rs'000 (Restated)	Year to 30-Jun-13 Rs'000
Net cash flows from trading activities	1,536,523	2,061,487	5,603,623	1,091,712	1,907,007	5,333,790
Net cash flows from other operating activities	7,744,864	4,274,891	(3,070,715)	7,668,931	4,034,624	(2,629,665)
Dividends received from associates	19,794	19,794	28,816	-	-	-
Dividends paid	(1,510,165)	(1,425,893)	(1,425,893)	(1,510,165)	(1,425,893)	(1,425,893)
Dividends paid to non-controlling interests in subsidiaries	(13,160)	(12,497)	(16,851)	-	-	-
Income tax paid	(503,149)	(532,562)	(845,645)	(429,720)	(424,980)	(670,476)
<b>Net cash flows from operating activities</b>	<b>7,274,707</b>	<b>4,385,220</b>	<b>273,335</b>	<b>6,820,758</b>	<b>4,090,758</b>	<b>607,756</b>
Investing activities	(180,990)	(272,428)	(357,958)	(74,243)	59,593	39,204
<b>Net cash flows before financing</b>	<b>7,093,717</b>	<b>4,112,792</b>	<b>(84,623)</b>	<b>6,746,515</b>	<b>4,150,351</b>	<b>646,960</b>
Employee share options exercised	4,255	1,757	25,509	4,255	1,757	25,509
Floating rate subordinated notes issued	5,415,567	-	-	5,415,567	-	-
Net debt securities issued	145,800	354,900	354,900	145,800	354,900	354,900
Net refund of subordinated loan from associate/subsidiaries	-	784,512	784,512	12,500	642,199	642,199
<b>Increase in cash and cash equivalents</b>	<b>12,659,339</b>	<b>5,253,961</b>	<b>1,080,298</b>	<b>12,324,637</b>	<b>5,149,207</b>	<b>1,669,568</b>
Net cash and cash equivalents brought forward	8,442,869	7,102,361	7,102,361	7,850,594	6,181,026	6,181,026
Effect of foreign exchange rate changes	(87,126)	69,685	260,210	-	-	-
<b>Net cash and cash equivalents carried forward</b>	<b>21,015,082</b>	<b>12,426,007</b>	<b>8,442,869</b>	<b>20,175,231</b>	<b>11,330,233</b>	<b>7,850,594</b>



**COMMENTS ON HALF YEAR RESULTS TO 31ST DECEMBER 2013**

**RESULTS**

Group profits for the half year to 31st December grew by nearly 10% to Rs 2,455 million, with earnings from foreign-sourced activities and non-banking operations contributing above 50% thereto.

Underpinned by the continued rise in the loan portfolio, notably from our international operations, net interest income rose by 5.0% to Rs 3,752 million.

Net fee and commission income grew by 9.3% to reach Rs 1,347 million, mainly supported by an appreciable increase in revenues linked to regional trade financing, loan facilities and cards related activities.

The share of income of associates rose by Rs 135 million on account of improved contributions from both Banque Française Commerciale (Océan Indien) and Promotion and Development.

Operating costs were well contained, with a 6.2% rise for the period, while impairment charges, which reached Rs 355 million, were virtually unchanged from last year.

Income tax charges increased by 22%, on the back of the rise in special levy applicable to Segment A operations to 10% of chargeable income, implying an effective tax rate of 25% on such activities.

**PROSPECTS**

Looking ahead, the operating environment in which MCB operates is expected to remain challenging. In fact, despite the foreseen pick-up in activity levels globally, economic growth in Mauritius would remain subdued for some time yet.

Nonetheless, MCB is well positioned to pursue its strategic orientations, a key thrust being the further diversification of its positioning in the sub-Saharan African region on account of the latter's appealing growth perspectives.

In line with on-going trends, MCB Group results for FY 2013/14 are likely to be better than those of the preceding financial year.

By order of the Board

14th February 2014

The abridged unaudited financial statements have been prepared using the same accounting policies as those adopted in the financial statements for the year ended 30th June 2013 and comply with IAS 34.

As at 1st July 2013, the Group adopted the revised IAS 19, Employee Benefits and has reflected its retrospective application in the abridged unaudited financial statements.

Copies of the abridged unaudited financial statements are available to the public, free of charge, upon request to the Company Secretary at the registered office of the Company, 9-15, Sir William Newton Street, Port-Louis and can be viewed on our website: [www.mcb.mu](http://www.mcb.mu)

The statement of direct and indirect interests of officers of the Company required under rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request, free of charge, at the registered office of the Company.

*This communiqué is issued pursuant to Listing Rule 12.20 and Securities Act 2005.*

*The Board of Directors of The Mauritius Commercial Bank Limited accepts full responsibility for the accuracy of the information contained in this communiqué.*