



BANK OF MAURITIUS

Guideline on Segmental Reporting under a Single Banking Licence Regime

June 2005

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Guideline on Segmental Reporting Under a Single Banking Licence Regime

1.0 Introduction

The Banking Act 2004 eliminated separate licensing of Category 1 banks and Category 2 banks and provided for a single banking licence to cover both activities. Accordingly, all banks are free to transact in all currencies, including the Mauritian rupee.

This Guideline lays down in the context of the single licensing regime

- (i) the several choices that banks have respecting their principal lines of business;
- (ii) the concept of 'foreign source income' for tax purposes;
- (iii) the treatment of specific deposit liabilities for the cash reserve ratio requirement under Section 49 (1) of the Bank of Mauritius Act 2004;
- (iv) the exemption from the maintenance of the capital adequacy ratio under Section 20 (2) of the Banking Act 2004; and
- (v) the reliance on home regulator global capital adequacy assessment in respect of banking business when conducted by an unincorporated branch of a foreign bank.

International Accounting Standards require disclosure of financial information on distinguishable segments of business of an enterprise. Banks will need to comply with this requirement.

Although the entire banking business will henceforth be conducted by one entity operating under a single banking licence, it is imperative that appropriate accounting systems and controls are installed to ensure the accuracy and integrity of information, which will, for example, determine the 'foreign source income'. Additionally, such systems and controls must facilitate efficient flow and extraction of information for reporting to the Bank of Mauritius in connection with its supervisory and monetary control responsibilities.

The banking business of a licensed bank is divided into two segments to implement the above requirements. Segment B relates to the banking business that gives rise to "foreign source income". All other banking business will be classified under Segment A. It is recognized that some banks will operate exclusively in Segment A while others exclusively in Segment B, and still others in both.

While the core business of the former Category 1 banks was with residents, their books showed that they did accept funds from non-residents by way of deposits, borrowings or investments. They also had claims on non-residents, consisting of loans/advances, placements, or investments. They did not benefit from the special tax regime applicable to what is termed as "foreign source income" for income tax purposes. All their deposits,



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whether for residents or non-residents and GBLs, were subject to the minimum cash reserve ratio. They were also subject to the capital adequacy ratio on the totality of their risk-weighted assets. Some of these banks might now find sufficient business reasons to opt for segmental segregation in compliance with the requirements of the International Accounting Standards for establishing a Segment B activity to be conducted side by side with the Segment A activity.

This Guideline is issued under the authority of Section 50 of the Bank of Mauritius Act 2004 and Section 100 of the Banking Act 2004.

2.0 Interpretation

In this Guideline,

“foreign source income” is as defined in the Income Tax (Foreign Tax Credit) Regulations 1996, as subsequently amended by Section 103 of the Banking Act 2004;

“non-resident” is as defined in Annexure 1 of the Guideline;

“global business licence” means Category 1 Global Business Licence or a Category 2 Global Business Licence issued under the Financial Services Development Act 2001.

3.0 Income tax

Regulation 2 of the Income Tax (Foreign Tax Credit) Regulations, as amended, defines ‘foreign source income’ as

“income which is not derived from Mauritius and includes in the case of a bank holding a banking licence under the Banking Act 2004 income derived from its banking transactions with-

- (i) non-residents; or
- (ii) corporations holding a Global Business Licence under the Financial Services Development Act 2001.”

The assets generating “foreign source income” must come from non-residents and/or GBL holders. However, the liabilities employed to support such assets may come from either non-residents/GBLs or residents.

Former Category 2 banks have, in the past, been accepting foreign currency deposits from residents. When such deposits were deployed to generate ‘foreign source income’, the income received the benefit of lower tax. This practice will be continued.



4.0 Segmentation of Banking Activities

This section sets out the essential components of Segment A and Segment B. In order to ensure that there are no regulatory gaps, Segment B will be dealt with first, and by deduction the rest of the banking business will belong to Segment A.

4.1 Segment B

Segment B activity is essentially directed to the provision of international financial services that give rise to “foreign source income”. Such services may be fund based and/or non-fund based.

Segment B assets will generally consist of placements with and advances to foreign financial institutions, notably associated companies, parents or overseas correspondents, and investments in foreign securities, stocks and debt instruments and claims on non-residents and/or GBLs. Segment B liabilities will normally arise from deposits, borrowings, funds deposited by non-residents, GBLs and residents and capital. These liabilities must be used exclusively to provide international financial services that generate “foreign source income”.

The previous restriction on former Category 2 banks to conduct their banking transactions only in foreign currencies no longer exists and Segment B activity can now be conducted in foreign currencies or Mauritian rupee.

4.2 Segment A

Segment A activity relates to all banking business other than Segment B activity. The financial services provided under Segment A may be fund and/or non-fund based.

Segment A business will essentially consist of transactions with residents of Mauritius, both on the liability side and the assets side, even though banks conducting Segment A business are at liberty to take on deposits from non-residents and GBLs.

4.3 Accounting and Control Systems

A bank may engage in both Segment A and Segment B activities. Only income derived from Segment B activity will be eligible for “foreign source income” treatment for tax purposes. In this respect, banks shall require their auditors to review the effectiveness of the accounting systems and controls to ensure the reliability and accuracy of ‘foreign source income’, and report thereon annually to management.

The auditor is also required under section 18(5) of the Income Tax Act to certify that any expenditure incurred by the bank but which is not directly attributable to its income derived from Mauritius or its foreign source income has been apportioned in a fair and reasonable manner.



5.0 Cash Reserve Ratio

The minimum cash reserve ratio requirement on a bank's deposits and other liabilities under Section 49 (1) of the Bank of Mauritius Act 2004 has been set at 5.5 per cent.

Currently, deposits of residents, non-residents and GBLs with the former Category 1 banks are subject to the minimum cash reserve ratio requirement. Deposits of residents, non-residents and GBLs with the former Category 2 banks are not subject to the minimum cash reserve ratio requirement.

5.1 Segment B

As from the effective date of this Guideline, all deposits of non-residents and/or GBLs, which are used exclusively for financing Segment B activity, will not be subject to the minimum cash reserve ratio requirement.

Deposits of residents with the former Category 1 banks will continue to be subject to the minimum cash reserve ratio requirement even if they are used for financing Segment B activity.

As deposits of residents with the former Category 2 banks are currently not subject to the minimum cash reserve ratio requirement, these banks will be given a transitional period to adjust their business so as to be in line with the new regime governing the treatment of deposits from residents used for financing Segment B activity. Accordingly, all existing deposits of residents with the former Category 2 banks will be subject to the minimum cash reserve ratio requirement with effect from 1 July 2006, even if they are used for financing Segment B activity. Fresh deposits raised from residents as from the effective date of this Guideline for financing Segment B activity will, however, be subject to the minimum cash reserve ratio requirement forthwith.

5.2 Segment A

As from the effective date of this Guideline, all deposits of residents, non-residents and GBLs with the former Category 1 banks, which are used for financing Segment A activity, will be subject to the minimum cash reserve ratio requirement.

As the deposits of residents, non-residents and GBLs with the former Category 2 banks are currently not subject to the minimum cash reserve ratio requirement, these banks will be given a transitional period to adjust their business so as to be in line with the new regime governing the treatment of deposits used for financing Segment A activity. Accordingly, all existing deposits of residents, non-residents and GBLs with the former Category 2 banks, which are currently being used for financing Segment A activity, will be subject to the minimum cash reserve ratio requirement with effect from 1 July 2006. Fresh deposits raised from residents, non-residents and GBLs as from the effective date



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of this Guideline for financing Segment A activity will, however, be subject to the minimum cash reserve ratio requirement forthwith.

Category 1 banks have in the past accepted deposits from the Government of Mauritius, although such deposits were insignificant in amount. Government deposits are of a different character because they do not respond to economic activity, interest rates and exchange rates in the same manner as deposits of other units. As such, government deposits will be excluded from the deposit base of Segment A in computing the minimum cash reserve ratio.

5.3 Infringement

It should be pointed out that any deliberate shifting of deposit liabilities by banks with a view to avoiding the minimum cash reserve ratio requirement will be dealt with as an infringement in the manner prescribed under section 49 (6) of the Bank of Mauritius Act 2004.

6.0 Capital Adequacy Ratio

6.1 Segment B

Category 2 banks, which are unincorporated branches of foreign banks were not required to maintain the minimum risk-weighted capital adequacy ratio of 10 per cent as they were considered to be falling under the responsibility of the home regulator of their parent bank. The maintenance of the minimum capital adequacy ratio is based, in their case, on the consolidated position of the group as a whole in terms of the prescribed ratio for them by their home regulator. This treatment shall continue.

On the other hand, if Segment B business is carried out through an incorporated subsidiary of a foreign bank, the present practice of subjecting the subsidiary (Segment B) to the minimum capital adequacy ratio in Mauritius, shall continue.

The next step in the area of capital adequacy ratio in Mauritius is to move towards the implementation of Basel II in a framework adapted to our environment. Work has already begun in this respect. It is expected that banks operating in Mauritius and which are related to large global banks may eventually opt for specific approaches to capital adequacy under the different options available under Basel II, as decided for the group as a whole. Any option adopted in this regard should, however show an improvement on the current Basel Accord approach in terms of capital adequacy determination.

While maintaining flexibility with regard to the model to be adopted by banks, which belong to the larger global banking groups, the approaches to the maintenance of capital adequacy described above shall continue until further notice in the context of consultations to be held with the banking sector on Basel II implementation.



6.2 Segment A

There will be no change from the present situation. All banks, other than branches of foreign banks, will be subject to the minimum capital adequacy requirement that will apply to the consolidated business of the entire bank. There will be no need to allocate capital between Segment A and Segment B businesses of the bank for capital adequacy purposes.

For branches of foreign banks, the capital adequacy ratio will apply only to their Segment A type of business, as before.

7.0 Segmental Reporting

Segmental reporting calls for proper formatting of bank data to meet three main objectives:

- (i) meeting offsite prudential supervisory data requirements;
- (ii) furnishing information to enable identification of items which directly impact on monetary policy formulation; and
- (iii) laying down a correct basis for drawing up a bank's financial statements.

Banks furnish regular data reports to the Bank of Mauritius for the purposes of prudential regulation and compilation of monetary aggregates and their sub-components. A list of data reports being currently furnished to the Bank and the frequency thereof is shown in Annexure 2. As a number of these reports have a direct bearing on monetary policy formulation, the bulk of data reporting in this respect currently lies with banks undertaking Segment A type of activities. The field of data reporting will be extended to Segment B banking activity, as appropriate. The Bank of Mauritius will shortly outline the reports to be submitted by banks, together with their format. Data reporting, in the final format, shall become effective as of 1 July 2005.

8.0 Financial Disclosure

Section 34(2) of the Banking Act 2004 empowers the central bank to require a financial institution to prepare in respect of its distinct types of business its financial statements in such distinct basis as may be determined. Accordingly, segmental financial statements, as set out in this Guideline, will be drawn up by banks, commencing with the next financial year as from 1 July 2005.

The Guideline on Public Disclosure of Information already sets out the financial disclosure requirements for banks. In addition, the International Accounting Standard (IAS) 14 specifies the principles for reporting financial information by segments to enable the users of financial statements to better assess the enterprise's risks and returns, and its past performance with a view to making more informed judgment about the



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enterprise as a whole. It requires disclosure of financial information by business segments that represent distinguishable components of the enterprise. If a segment is not significant in relation to the entire business of the enterprise, the disclosure is not needed.

The financial disclosure envisaged in IAS 14 is by way of notes to the financial statements. The disclosure requirements of IAS 14 apply to enterprises whose securities are publicly traded. However, if an enterprise does not have its securities traded but prepares financial statements in accordance with the International Accounting Standards, it is encouraged to disclose information by segments. The Bank of Mauritius endorses this policy and requires all banks that have both Segment A and Segment B activities to prepare financial statements in accordance with the format shown at Annexure 3, which supersedes the formats furnished previously as part 2 of the Guideline on Public Disclosure of Information

9.0 Commencement

This Guideline shall come into effect on 1 July 2005.

Annexure 1

For bank holding a banking licence under the Banking Act 2004

“non-resident”

- (i) in the case of an individual, means a person –
 - (A) whose permanent place of abode is outside Mauritius; and
 - (B) who is outside Mauritius at the time the services are supplied;
- (ii) in the case of any other person –
 - (A) means a person whose centre of economic interest is located outside Mauritius; and
 - (B) includes a company incorporated in Mauritius in so far as its banking transactions carried out through a permanent establishment outside Mauritius are concerned; but
 - (C) does not include a company incorporated outside Mauritius in so far as its banking transactions carried out through a permanent establishment in Mauritius are concerned.

Annexure II

Data Reports currently being submitted by Banks

Statements	Frequency
1. Statement of Interbank Transactions	Daily
2. Statement of the Maintenance of Cash Ratios	Weekly
3. Statement of Liabilities and Assets *	Monthly
4. Statement of Liabilities and Assets **	Monthly
5. Sectorwise Distribution of Credit to the Private Sector	Monthly
6. Statement of Electronic Banking Transactions	Monthly
7. Statement of Banks' Structure	Monthly
8. Statement of Interest Rates applicable to Loans and Overdrafts	Monthly
Statement of Interest Rates applicable to Deposits	Monthly
Statement of Interest Rates applicable to Contractual Loans and Deposits	Monthly
Statement of Foreign Currency Loans and Advances and Interest Rates Applicable thereon	Quarterly
Statement of Foreign Currency Deposits and Interest Rates Applicable thereon	Quarterly
9. Statement of Value Range of "Loans and Advances", "Bills Discounted" and "Bills Receivable"	Quarterly
10. Statement of Value Range of Deposits	Quarterly
11. Statement of Maturity Pattern of Time Deposits	Quarterly
12. Statement of Ownership of Banks' Deposits	Quarterly
Statement of Ownership of "Loans and Advances", "Bills Discounted" and "Bills Receivable"	Quarterly
13. Statement of Inward and Outward Remittances	Monthly
14. Statement of Tourist and Travel Receipts and Expenditure	Monthly
15. Foreign Exchange Exposure	Daily
16. Foreign Currency Assets and Liabilities	Monthly
17. Abandoned Funds > 10 Years	Half Yearly
18. Breakdown of Credit	Monthly
19. Amount due to/from Subsidiaries and Associates	Monthly
20. Foreign Currency Forward Purchases and Sales	Quarterly
21. Limitation on Concentration of Risks	Quarterly
22. Capital Adequacy Return	Quarterly
23. Profit and Loss Accounts and Schedules	Quarterly
24. Investments in Corporate Shares and Fixed Dated Securities	Yearly
25. Assets and Liabilities of Overseas Branches Subsidiaries and Associates	Monthly
26. Consolidated Assets and Liabilities of Head Office and Branches	Monthly
27. Statement of Sale by Levy	Half Yearly
28. Schedule of Fees, Charges and Commissions	Half Yearly

* For the derivation of the Monetary Survey

** For the derivation of the Depository Corporations Survey. This Statement is being submitted since June 2003.



Bank of Mauritius

**Illustrative Financial Statements
under the Segmental Reporting Regime**

June 2005

XYZ Bank Ltd

Statement of Management’s Responsibility for Financial Reporting

for the year ended

The group financial statements (consolidated) and the financial statements for the bank’s operations in Mauritius presented in this annual report have been prepared by management, which is responsible for their integrity, consistency, objectivity and reliability. International accounting standards of the International Accounting Standards Committee as well as the requirements of the Banking Act and the guidelines issued thereunder, have been applied and management has exercised its judgement and made best estimates where deemed necessary.

The bank has designed and maintained its accounting systems, related internal controls and supporting procedures, to provide reasonable assurance that financial records are complete and accurate and that assets are safeguarded against loss from unauthorized use or disposal. These supporting procedures include careful selection and training of qualified staff, the implementation of organization and governance structures providing a well defined division of responsibilities, authorization levels and accountability for performance, and the communication of the bank’s policies, procedures manuals and guidelines of the Bank of Mauritius throughout the bank.

The bank’s board of directors, acting in part through the Audit Committee and Conduct Review and Risk Policy Committee, which are comprised of independent directors who are not officers or employees of the bank, oversees management’s responsibility for financial reporting, internal controls, assessment and control of major risk areas, and assessment of significant and related party transactions.

The bank’s Chief Internal Auditor, who has full and free access to the Audit Committee, conducts a well designed program of internal audits in coordination with the bank’s external auditors.

Pursuant to the provisions of the Banking Act, the Bank of Mauritius makes such examination and inquiry into the operations and affairs of the bank as it deems necessary.

The bank’s external auditors,, have full and free access to the board of directors and its committees to discuss the audit and matters arising therefrom, such as their observations on the fairness of financial reporting and the adequacy of internal controls.

**Chairperson
Board of Directors**

Director

Chief Executive Officer

ABC Public Accountants

Audit Report to the members of XYZ Bank Ltd for the financial year ended

We have audited the financial statements of the group and of the bank for the year ended....., set out on pages to

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the group and of the bank and for ensuring that the financial statements comply with the provisions of the Banking Act 1988 and of the Companies Act 2001 applicable to banks. They are also responsible for safeguarding the assets of the group and of the bank and hence for taking steps for the prevention and detection of fraud and other irregularities. It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you.

We conducted our audit in accordance with the International Standards on Auditing. Those Standards require that we plan and perform our audit to obtain reasonable assurance whether the financial statements are free from any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. The audit also includes assessing the accounting principles used and significant estimates made by directors in the preparation of financial statements, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We have no relationship with, or any interests in, the bank or any of its subsidiaries other than in our capacity as auditors, except

In our opinion,

- (a) proper accounting records have been kept by the group and the bank as far as it appears from an examination of those records; and
- (b) the financial statements give a true and fair view of the financial position of the group and the bank as of and of the results of their operations and their cash flows for the year then ended and are properly drawn up in accordance with the International Accounting Standards, including the requirements of the Bank of Mauritius, and comply with the provisions of the Banking Act 1988 and the Companies Act 2001 applicable to banks, as well as the regulations and guidelines of the Bank of Mauritius.

Signature:

Date:

XYZ Bank Ltd
Consolidated Balance Sheet

As at
 In MUR millions

	Note	Group 20X3	Group 20X2	20X1	20X3	Bank 20X2	20X1
ASSETS							
Cash Resources							
Cash and balances with central banks							
Balances with banks and interbank loans							
Balances with other financial institutions							
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Securities, placements and other investments	3						
Investment securities:							
- Held to maturity							
- Available for sale							
- at fair value with gain or loss in income statement							
Trading securities							
Placements							
Other investments							
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Loans	4						
Retail and personal							
Credit cards							
Business							
Governments							
Banks in Mauritius							
Entities outside Mauritius							
Assets purchased under resale agreements							
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Allowance for credit impairment losses							
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Others							
Intangible assets	5						
Property and equipment	6						
Deferred tax assets							
Derivative assets used for hedging							
Other	7						
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Assets		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

(Cont'd)

XYZ Bank Ltd
Consolidated Balance Sheet (Cont'd)

As at
 In MUR millions

	Note	20X3	Group 20X2	20X1	20X3	Bank 20X2	20X1
LIABILITIES, EQUITY AND RESERVES							
Deposits	8						
Personal							
Business							
Governments							
Banks							
Borrowings							
Central banks							
Banks in Mauritius							
Banks abroad							
Other financial institutions							
Subordinated loans	9						
Other							
Securities sold under repurchase agreement							
Current tax							
Deferred tax							
Retirement benefit obligations	10						
Other liabilities and provisions	11						
Total liabilities							
Minority interest in subsidiaries							
Shareholders' equity							
Capital	12						
Ordinary							
Preference							
Reserves							
Total equity and reserves							
Total equity, reserves and liabilities							
CONTINGENT LIABILITIES	13						
Acceptances, guarantees, letters of credit, endorsements and other obligations on account of customers, spot and foreign exchange contracts							
Commitments							
Assets pledged							
Contingent liabilities from lawsuits							
Financial derivatives							
Others							
Inwards bills held for collection							
Outward bills held for collection							

XYZ Bank Ltd
Consolidated Income Statement

For the year ended
 In MUR millions

	Note	20X3	Group 20X2	20X1	20X3	Bank 20X2	20X1
Interest and similar income							
Loans							
Securities							
Placements and loans to banks							
Others							
Interest expense and similar charges							
Deposits							
Deposits and borrowings from banks							
Interest on subordinated debt							
Other							
Net interest income							
Provision for credit impairment loss	14						
Net interest income after provision for credit impairment losses							
Non interest income and gains							
Fees and commissions	15						
Profits arising from dealings in foreign currencies							
Dividend income							
Net Gain on disposal of financial instruments	16						
Net gain on fair valuation of financial instruments							
Other							
Net interest and other income after provision for credit impairment loss							
Non-interest expense and losses							
Staff costs							
- Salaries and human resource development							
- Pension and other staff benefits							
Depreciation							
Net loss on disposal of financial instruments							
Net loss on fair valuation of financial instruments							
Other administrative expenses							

(Cont'd)

XYZ Bank Ltd**Consolidated Income Statement (Cont'd)**

For the year ended

In MUR millions

	Note	20X3	Group 20X2	20X1	20X3	Bank 20X2	20X1
Income from operations							
Share of income in associated companies							
Net income before tax							
Income tax expense							
Net income after tax							
Minority interest							
Net income for the year							
Preferred dividends							
Net income attributable to ordinary shareholders							
Earnings per share							
Basic (Rs)							
Diluted (Rs)							

XYZ Bank Ltd

Consolidated statement of Changes in equity

As at

In MUR millions

	Note	Share Capital	Share Premium	Tanslation reserve	Hedging Reserve	Revaluation Reserve		Other Reserves	Retained earnings		Total
						Financial Instruments ¹	Others		Realised ²	unrealised ³	
Balance at beginning 20X1 as stated											
Changes in accounting policy											
Balance at beginning 20X1 as restated											
Currency translation differences											
Net profit for the year											
Transfer of unrealised earnings out of net profit for the year											
Transfer from unrealised earnings to realised earnings											
Appropriations to other reserves											
Dividends to shareholders											
Balance at end 20X1											
Balance at beginning 20X2 as stated											
Changes in accounting policy											
Balance at beginning 20X2 as restated											
Currency translation differences											
Net profit for the year											
Transfer of unrealised earnings out of net profit for the year											
Transfer from unrealised earnings to realised earnings											
Appropriations to other reserves											
Dividends to shareholders											
Balance at end 20X2											

¹ Revalatuation reserve on financial instruments relates to gains and losses on fair valuation of financial instruments which are recognised directly in equity

² Realised earnings include realised profits and unrealised trading gains

³ Unrealised gains include gains/losses on fair valuation of non trading financial instruments recognised in income statement. When a past gain/loss is actually realised the gain/loss is transferred from uralised retained earnings to realised retained earnings

XYZ Bank Ltd

Consolidated statement of Changes in equity (Cont'd)

As at

In MUR millions

	Note	Share Capital	Share Premium	Translation reserve	Hedging Reserve	Revaluation Reserve		Other Reserves	Retained earnings		Total
						Financial Instruments ¹	Others		Realised ²	unrealised ³	
Balance at beginning 20X3 as stated											
Changes in accounting policy											
Balance at beginning 20X3 as restated											
Currency translation differences											
Net gains on cash flow hedging instruments											
Net gains on available -for-sale assets											
Net gains on hedges of net investments in foreign entities											
Net losses on cash flow hedging instruments used to adjust the initial measurement of assets and liabilities											
Net gains on cash flow hedging instruments transferred to income statement											
Net gains on available -for-sale assets transferred to income statement on disposal											
Impairment of available-for-sale instruments transferred to income statement											
Total gains and losses recognised directly in equity											
Net profit for the year											
Transfer of unrealised earnings out of net profit for the year											
Transfer from unrealised earnings to realised earnings											
Appropriations to other reserves											
Dividends to shareholders											
Issue of share capital											
Balance at end 20X3											

¹ Revaluation reserve on financial instruments relates to gains and losses on fair valuation of financial instruments which are recognised directly in equity

² Realised earnings include realised profits and unrealised trading gains

³ Unrealised gains include gains/losses on fair valuation of non trading financial instruments recognised in income statement. When a past gain/loss is actually realised the gain/loss is transferred from unrealised retained earnings to realised retained earnings

XYZ Bank Ltd
Consolidated Cash Flow Statement

As at
 In MUR millions

	Note	20X3	Group 20X2	20X1	20X3	Bank 20X2	20X1
Cash Flow from operating activities							
Net income before income taxes							
<i>Adjustments for non-cash items</i>							
Provision and adjustments to income for credit losses							
Impairment losses							
Depreciation							
Amortisation of intangible assets							
Gain on disposal of fixed assets							
Net gains on sale of investment securities							
Unrealised foreign currency translation gains and losses							
<i>Changes in operating assets and liabilities</i>							
Accrued interest receivable and payable							
Trading securities							
Deposits from banks and customers							
Loans and advances to banks and customers							
Unrealised gains and amounts receivable on derivatives contracts							
Unrealised losses and amounts payable on derivatives contracts							
Securities sold under repurchase agreements							
Other							
Net cash from operating activities before tax							
Income tax paid							
Net cash flow from operating activities							
Investing activities							
Proceeds from sale of investments							
Proceeds from sale of property and equipment							
Proceeds on maturity of treasury bills							
Redemption debentures							
Payments for purchase of investments							
Payments for purchase of property and equipment							
Dividends received							
Cash flow from investing activities							
Financing activities							
Issuance/repayment of subordinated loans							
Issuance of shares							
Redemption of preferred shares							
Repurchase of ordinary shares							
Dividend paid							
Other							
Net cash from financing activities							
Net increase in cash and cash equivalent							
Cash and cash equivalents at beginning of the year							
Effect of exchange rate fluctuations on cash and cash equivalents							
Cash and cash equivalents at end of the year	17						

XYZ Bank Ltd
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XYZ Bank Ltd

Notes to the accounts

for the year ended

1. Significant Accounting Policies

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XYZ Bank Ltd

Notes to the accounts

for the year ended

1. Significant Accounting Policies

The principle accounting policies that were adopted in the preparation of these financial statements, which have been applied consistently, are set out below:

A Statement of compliance

Banks should clearly state that the financial statements have been prepared in accordance with:

- (i) International Accounting Standards (IAS) issued by the International Accounting Standards Board (IASB) and interpretations issued by the Standing Interpretation Committee of the IASB; and
- (ii) instructions, Guidelines and Guidance Notes issued by the Bank of Mauritius, in so far as the operation of the bank is concerned.

B Basis of preparation

Banks should state the currency in which the financial statements were prepared.

They should clearly state the accounting convention (historical cost, fair value, amortised cost, valuation) to measure different assets and liabilities.

C Basis of consolidation

The description should deal with the:

- (i) method used for the consolidation of subsidiaries (IAS 27);
- (ii) method used for the amortization of goodwill resulting from the acquisition of a subsidiary, in terms of the difference between the cost of investment in the subsidiary and the fair value of assets acquired;
- (iii) frequency of impairment review of the recorded goodwill and the method used for such review;
- (iv) method used (equity, or cost in exceptional cases) to account for investment in associated companies in which the bank has significant influence but not control;
- (v) specific accounts where the bank is reporting
- (vi) its investment in associated companies (e.g. investment securities);
- (vii) its share of earnings of associated companies (e.g. other income); and gains or losses from disposal of investment in associated companies (e.g. other income).

D Foreign currency translation

This note should state that assets, liabilities, income and expense items denominated in other currencies are translated into Mauritian rupees in accordance with IAS 21. The note should include a brief description of the methodology used in the translation of the following

- assets other than fixed and intangible assets, and liabilities;
- fixed and intangible assets;
- revenues and expenses;
- depreciation charge;
- the results of overseas branches, subsidiaries and associated companies; and
- trading transactions.

E Financial instruments

The Bank should provide details on its accounting policy relating to financial instruments. In particular, it should cover the following

- Classification of financial instruments
- Recognition policy
- Measurement policy
- Fair value measurement principles
- Gain and losses on subsequent measurement
- Classification and treatment of specific instruments such as:
 - cash and cash equivalents
 - investment securities
 - loans and receivables
 - finance lease receivables
 - Other liabilities
- Derecognition policy

XYZ Bank Ltd

Notes to the accounts

1. Significant Accounting Policies (Cont'd)

F Hedge Accounting

This sections should cover the accounting policy relating to hedging relationships.

G Impairment

This note should describe the principal features of the treatment of provision for credit losses and allowance for credit losses. It should state that the bank follows the Bank of Mauritius Guideline on Credit Impairment Measurement and Income Recognition, briefly describing the principal elements of the guideline. Either by way of a description of the Guideline or additionally, it should outline such items as:

- criteria used for the designation of a loan as 'impaired' and the consequences of such designation;
- classifications of 'impaired' loans and how the specific provision, on a loan-by-loan basis, is determined;
- establishment of a provision for off-balance sheet items, including acceptances, letters of credit, guarantees, and derivative instruments;
- consideration of collateral in determining the provision for credit losses and procedures for periodic appraisal of the collateral;
- treatment of restructured loans;
- discontinuance of interest accrual on 'non-performing' loans and reversal of previously accrued interest;
- criteria for the return of 'impaired' loans to the 'performing' status and the treatment of any amounts written off and any interest in arrears;
- treatment of losses in respect of credit card loans;
- establishment of a portfolio provision for losses, which a prudent assessment of the bank's past experience indicates have been incurred but which cannot be determined on a loan-by-loan basis; outline the requirements of the Bank of Mauritius guideline;
- maintenance of an allowance for credit losses account at a level that management of the bank considers adequate to absorb credit-related losses, normally the sum of loan specific and portfolio provisions;
- statement of the allowance in the balance sheet (e.g. showing the allowance for credit losses against on-balance sheet items as a deduction from the related asset category, and allowance against off-balance sheet items as other liability in the financial statements); and
- loan write-off policy of the bank and the accounting treatment of write-offs.

H Interest income

The bank should explain how interest income and expense are recognised in the accounts

I Fee and Commission

This section should detail in broad terms the source of fee and commission income and how they are recognised in the accounts

J Gain/loss on fair valuation of financial instruments

This section should provide information on the category of financial instruments in respect of which, fair value gain/loss are recognised in the accounts. It should also explain how the gain/loss is determined.

K Segment Reporting

The bank should clearly state that it has prepared its financial statements in line with the requirements of the Bank of Mauritius Guideline on Public Disclosure of Information, which requires that segment information should be provided for segment A and segment B banking businesses. It should explain what constitute segment A and segment B business.

It should state that it takes into account the requirements of IAS 14.

XYZ Bank Ltd

Notes to the accounts

2. Segmental Reporting (Cont'd)

A. Consolidated Balance Sheet

As at

In MUR millions

	Note	Segment A		Segment B		Bank	
		20X3	20X2	20X3	20X2	20X3	20X2
ASSETS							
Cash Resources							
Cash and balances with central banks							
Balances with banks and interbank loans							
Balances with other financial institutions							
		_____	_____	_____	_____	_____	_____
		_____	_____	_____	_____	_____	_____
Securities, placements and other investments	3						
Investment securities:							
- Held to maturity							
- Available for sale							
- at fair value with gain or loss in income statement							
Trading securities							
Placements							
Other investments							
		_____	_____	_____	_____	_____	_____
		_____	_____	_____	_____	_____	_____
Loans	4						
Retail and personal							
Credit cards							
Business							
Governments							
Banks in Mauritius							
Entities outside Mauritius							
Assets purchased under resale agreements							
		_____	_____	_____	_____	_____	_____
		_____	_____	_____	_____	_____	_____
Allowance for credit impairment losses							
		_____	_____	_____	_____	_____	_____
		_____	_____	_____	_____	_____	_____
Others							
Intangible assets	5						
Property and equipment	6						
Deferred tax assets							
Derivative assets used for hedging							
Other	7						
		_____	_____	_____	_____	_____	_____
		_____	_____	_____	_____	_____	_____
Total Assets		_____	_____	_____	_____	_____	_____

(cont'd)

XYZ Bank Ltd

Notes to the accounts

2. Segmental Reporting (Cont'd)

A. Consolidated Balance Sheet (Cont'd)

As at

In MUR millions

	Note	Segment A		Segment B		Bank	
		20X3	20X2	20X3	20X2	20X3	20X2
LIABILITIES, EQUITY AND RESERVES							
Deposits	8						
Personal							
Business							
Governments							
Banks							
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Borrowings							
Central banks							
Interbank in Mauritius							
Interbank abroad							
Other financial institutions							
Subordinated loans	9						
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Other							
Securities sold under repurchase agreement							
Current tax							
Deferred tax							
Retirement benefit obligations	10						
Other liabilities and provisions	11						
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Minority interest in subsidiaries						<hr/>	<hr/>
Shareholders' equity							
Capital	12						
Ordinary							
Preference							
Reserves						<hr/>	<hr/>
Total equity and reserves						<hr/>	<hr/>
						<hr/>	<hr/>
Total equity, reserves and liabilities						<hr/>	<hr/>
						<hr/>	<hr/>
CONTINGENT LIABILITIES	13						
Acceptances, guarantees, letters of credit, endorsements and other obligations on account of customers, spot and foreign exchange contracts							
Commitments							
Assets pledged							
Contingent liabilities from lawsuits							
Financial derivatives							
Others							
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Inwards bills held for collection		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Outward bills held for collection		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

XYZ Bank Ltd

Notes to the accounts

2. Segmental Reporting

B. Income Statement

For the year ended

In MUR millions

	Note	Segment A		Segment B		Bank	
		20X3	20X2	20X3	20X2	20X3	20X2
Interest and similar income							
Loans							
Securities							
Placements and loans to banks							
Others							
<hr/>							
Interest expense and similar charges							
Deposits							
Deposits and borrowings from banks							
Interest on subordinated debt							
Other							
<hr/>							
Net interest income							
Provision for credit impairment loss	14						
<hr/>							
Net interest income after provision for credit impairment losses							
<hr/>							
Non interest income and gains							
Fees and commissions	15						
Profits arising from dealings in foreign currencies							
Dividend income							
Net Gain on disposal of financial instruments	16						
Net gain on fair valuation of financial financial intruments							
Other							
<hr/>							
<hr/>							
Net interest and other income after provision for credit impairment loss							
<hr/>							
Non-interest expense and losses							
Staff costs							
Salaries and human resource development							
Pension and other staff benefits							
Depreciation							
Net loss on disposal of financial instruments							
Net loss on fair valuation of financial financial intruments							
Other administrative expenses							
<hr/>							
<hr/>							

(cont'd)

XYZ Bank Ltd

Notes to the accounts

2. Segmental Reporting (Cont'd)

B. Income Statement (Cont'd)

For the year ended

In MUR millions

	Note	Segment A		Segment B		Bank	
		20X3	20X2	20X3	20X2	20X3	20X2
Income from operations							
Share of income in associated companies		_____	_____	_____	_____	_____	_____
Net income before tax		_____	_____	_____	_____	_____	_____
Income tax expense		_____	_____	_____	_____	_____	_____
Net income after tax		=====	=====	=====	=====	=====	=====

XYZ Bank Ltd
Notes to the accounts

2. Segmental Reporting (Cont'd)

C. Cash flow statement

As at
 In MUR millions

	Note	Segment A		Segment B		Bank	
		20X3	20X2	20X3	20X2	20X3	20X2
Cash Flow from operating activities							
Net income before income taxes							
<i>Adjustments for non-cash items</i>							
Provision and adjustments to income for credit losses							
Impairment losses							
Depreciation							
Amortisation of intangible assets							
Gain on disposal of fixed assets							
Net gains on sale of investment securities							
Unrealised foreign currency translation gains and losses							
<i>Changes in operating assets and liabilities</i>							
Accrued interest receivable and payable							
Trading securities							
Deposits from banks and customers							
Loans and advances							
Unrealised gains and amounts receivable on derivatives contracts							
Unrealised losses and amounts payable on derivatives contracts							
Securities sold under repurchase agreements							
Other							
Net cash from operating activities before tax							
Income tax paid							
Net cash flow from operating activities							
Investing activities							
Proceeds from sale of investments							
Proceeds from sale of fixed assets							
Proceeds on maturity of treasury bills							
Redemption debentures							
Payments for purchase of investments							
Payments for purchase of fixed assets							
Dividends received							
Cash flow from investing activities							

XYZ Bank Ltd

Notes to the accounts

for the year ended

3. Securities, placements and other investments (Cont'd)

In MUR millions

	20X3						20X2	20X1	
	Within 3 months	3 – 6 months	6 – 12 months	1 – 5 years	Over 5 years	No specific maturity	Total	Total	Total
b Available for sale and at fair value with gain or loss in Income Statement									
Group									
Government bonds									
Treasury bills									
Securities of government bodies									
Equity shares of companies									
Other investment securities <i>(Specify types of securities)</i>									
	=====	=====	=====	=====	=====	=====	=====	=====	
	=====	=====	=====	=====	=====	=====	=====	=====	
Bank (Total)									
Government bonds									
Treasury bills									
Securities of government bodies									
Equity shares of companies									
- Subsidiaries and associates									
- Other									
Other investment securities <i>(Specify types of securities)</i>									
	=====	=====	=====	=====	=====	=====	=====	=====	
	=====	=====	=====	=====	=====	=====	=====	=====	
Bank - Segment A									
Government of Mauritius bonds									
Treasury bills of Government of Mauritius									
Securities of government bodies in Mauritius									
Equity shares of companies in Mauritius									
- Subsidiaries and associates									
- Other									
Other investment securities <i>(Specify types of securities)</i>									
	=====	=====	=====	=====	=====	=====	=====	=====	
	=====	=====	=====	=====	=====	=====	=====	=====	

XYZ Bank Ltd

Notes to the accounts

for the year ended

3. Securities, placements and other investments (Cont'd)

In MUR millions

	Within 3 months	3 – 6 months	6 – 12 months	20X3 1 – 5 years	Over 5 years	No specific maturity	Total	20X2 Total	20X1 Total
b Available for sale and at fair value with gain or loss in Income Statement									
<i>Bank - Segment B</i>									
Foreign government bonds									
Treasury bills of foreign governments									
Securities of foreign government bodies									
Other investment securities outside Mauritius (Specify types of securities)									
c. Held to Maturity									
<i>Group</i>									
Government bonds									
Treasury bills									
Securities of government bodies									
Equity shares of companies									
- Subsidiaries and associates									
- Other									
Other investment securities (Specify types of securities)									
Bank (Total)									
Government bonds									
Treasury bills									
Securities of government bodies									
Equity shares of companies									
- Subsidiaries and associates									
- Other									
Other investment securities (Specify types of securities)									

XYZ Bank Ltd

Notes to the accounts

for the year ended

3. Securities, placements and other investments (Cont'd)

In MUR millions

	Within 3 months	3 – 6 months	6 – 12 months	20X3		No specific maturity	Total	20X2 Total	20X1 Total
			1 – 5 years	Over 5 years					
c Held to Maturity (Cont'd)									
Bank - Segment A									
Government of Mauritius bonds									
Treasury bills of Government of Mauritius									
Securities of government bodies in Mauritius									
Equity shares of companies in Mauritius									
- Subsidiaries and associates									
- Other									
Other investment securities in Mauritius (Specify types of securities)									
Bank - Segment B									
Foreign government bonds									
Treasury bills of foreign governments									
Securities of foreign government bodies									
Other investment securities outside Mauritius									
(Specify types of securities)									

XYZ Bank Ltd

Notes to the accounts

for the year ended

3. Securities, placements and other investments (Cont'd)

In MUR millions

	20X3				20X2			
	Book Value	Gross unrealised gains	Gross unrealised losses	fair value	Book Value	Gross unrealised gains	Gross unrealised losses	fair value
d. Unrealised gains and losses on available for sale and at fair value with gain or loss in Income Statement								
Group								
Government bonds								
Treasury bills								
Securities of government bodies								
Equity shares of companies								
Other investment securities								
<i>(Specify types of securities)</i>								
Bank (Total)								
Government bonds								
Treasury bills								
Securities of government bodies								
Equity shares of companies								
- Subsidiaries and associates								
- Other								
Other investment securities								
<i>(Specify types of securities)</i>								
Bank - Segment A								
Government of Mauritius bonds								
Treasury bills of Government of Mauritius								
Securities of government bodies in Mauritius								
Equity shares of companies in Mauritius								
- Subsidiaries and associates								
- Other								
Other investment securities								
<i>(Specify types of securities)</i>								

XYZ Bank Ltd

Notes to the accounts

for the year ended

3. Securities, placements and other investments (Cont'd)

In MUR millions

	20X3				20X2			
	Book Value	Gross unrealised gains	Gross unrealised losses	fair value	Book Value	Gross unrealised gains	Gross unrealised losses	fair value
d. Unrealised gains and losses on available for sale and at fair value with gain or loss in Income Statement (Cont'd)								
<i>Bank - Segment B</i>								
Foreign government bonds								
Treasury bills of foreign governments								
Securities of foreign government bodies								
Other investment securities outside Mauritius (Specify types of securities)								
	=====	=====	=====	=====	=====	=====	=====	=====
	=====	=====	=====	=====	=====	=====	=====	=====

XYZ Bank Ltd

Notes to the accounts

for the year ended

4. Loans

In MUR millions

	Note	Group 20X3 20X2 20X1	20X1	20X3	Bank 20X2	20X1
a. Remaining term to maturity						
<i>Total</i>						
Within 3 months						
Over 3 to 6 months						
Over 6 to 12 months						
Over 1 to 5 years						
Over 5 years						
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<i>Segment A</i>						
Within 3 months						
Over 3 to 6 months						
Over 6 to 12 months						
Over 1 to 5 years						
Over 5 years						
				<hr/> <hr/>	<hr/> <hr/>	
<i>Segment B</i>						
Within 3 months						
Over 3 to 6 months						
Over 6 to 12 months						
Over 1 to 5 years						
Over 5 years						
				<hr/> <hr/>	<hr/> <hr/>	
b. Credit concentration of risk by industry sectors						
<i>Total</i>						
Agriculture and Fishing						
Manufacturing						
<i>Of which EPZ</i>						
Tourism						
Transport						
Construction						
Financial and Business Services						
Traders						
Personal						
Professional						
Banks outside Mauritius						
Foreign governments						
GBL License Holders						
Other entities						
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

XYZ Bank Ltd

Notes to the accounts

for the year ended

4. Loans (Cont'd)

In MUR millions

	Note	20X3	Group 20X2	20X1	20X3	Bank 20X2	20X1
b. Credit concentration of risk by industry sectors (Cont'd)							
<i>Segment A</i>							
Agriculture and Fishing							
Manufacturing							
<i>Of which EPZ</i>							
Tourism							
Transport							
Construction							
Financial and Business Services							
Traders							
Personal							
Professional							
Other					=====	=====	
					=====	=====	
<i>Segment B</i>							
Banks abroad							
Foreign governments							
Global Business License Holders							
Other entities					=====	=====	
					=====	=====	
Total					=====	=====	

XYZ Bank Ltd

Notes to the accounts

for the year ended

4. Loans

In MUR millions

	Specific provision	20X3 Portfolio Provision	Total	20X2	20X1
c. Allowance for credit losses					
<i>Group</i>					
Balance at beginning of year					
Provision for credit losses for the year					
Loans written off out of allowance					
Balance at end of year					
<i>Bank (Total)</i>					
Balance at beginning of year					
Provision for credit losses for the year					
Loans written off out of allowance					
Balance at end of year					
<i>Bank - Segment A</i>					
Balance at beginning of year					
Provision for credit losses for the year					
Loans written off out of allowance					
Balance at end of year					
<i>Bank - Segment B</i>					
Balance at beginning of year					
Provision for credit losses for the year					
Loans written off out of allowance					
Balance at end of year					

XYZ Bank Ltd

Notes to the accounts

for the year ended

4. Loans

In MUR millions

	Gross Amount of loans	Non Performing loans	20X3 Specific credit loss allowance	Portfolio credit loss allowance	Total credit loss allanace	20X2	20X1
d. Allowance for credit losses by sector							
Bank (Total)							
Agriculture and Fishing							
Manufacturing							
<i>Of which EPZ</i>							
Tourism							
Transport							
Construction							
Financial and Business Services							
Traders							
<i>Of which Credit Card</i>							
Personal							
Professional							
Banks outside Mauritius							
Foreign governments							
GBL License Holders							
Other entities							
Other							
Segment A							
Agriculture and Fishing							
Manufacturing							
<i>Of which EPZ</i>							
Tourism							
Transport							
Construction							
Financial and Business Services							
Traders							
<i>Of which Credit Card</i>							
Personal							
Professional							
Other							
Segment B							
Banks outside Mauritius							
Foreign governments							
GBL License Holders							
Other entities							
Total							

XYZ Bank Ltd

Notes to the accounts

for the year ended

5. Intangible assets

Items under this heading are to be disclosed in accordance with appropriate standards and other legal requirements.

6. Property and equipment

	Land and buildings	Computer and other equipment	Other fixed assets	Total
<i>Group</i>				
Cost & Valuation				
Balance at beginning of year 20X3				
Exchange adjustment				
Additions				
Disposals				
Revaluation adjustment				
Balance at end of year 20X3				
Accumulated depreciation				
Balance at beginning of year 20X3				
Disposal adjustment				
Depreciation for the year				
Balance at end of year 20X3				
Net book value at year end 20X3				
Net book value at year end 20X2				
Net book value at year end 20X1				
<i>Bank</i>				
Cost & Valuation				
Balance at beginning of year 20X3				
Exchange adjustment				
Additions				
Disposals				
Revaluation adjustment				
Balance at end of year 20X3				
Accumulated depreciation				
Balance at beginning of year 20X3				
Disposal adjustment				
Depreciation for the year				
Balance at end of year 20X3				
Net book value at year end 20X3				
Net book value at year end 20X2				
Net book value at year end 20X1				
Net book value at year end 20X3 by segments				
Segment A				
Segment B				
Net book value at year end 20X2 by segments				
Segment A				
Segment B				

XYZ Bank Ltd
Notes to the accounts

for the year ended

7. Other Assets

In MUR millions

	Note	Group 20X3 20X2 20X1	20X1	20X3	Bank 20X2	20X1
Balances due in clearing						
Accrued interest receivable						
Non-banking assets aquired in satisfaction of debts						
Other						

Segment A

Balances due in clearing						
Accrued interest receivable						
Non-banking assets aquired in satisfaction of debts						
Other						

Segment B

Balances due in clearing						
Accrued interest receivable						
Non-banking assets aquired in satisfaction of debts						
Other						

XYZ Bank Ltd

Notes to the accounts

for the year ended

8. Deposits

In MUR millions

	Note	Group 20X2	20X1	20X3	Bank 20X2	20X1
		20X3				
a. Personal, business and governments						
<i>Total</i>						
Demand						
Savings						
Time deposits with remaining term to maturity						
Within 3 months						
Over 3 up to 6 months						
Over 6 up to 12 months						
Over 1 up to 5 years						
Over 5 years						
<i>Segment A</i>						
Demand						
Savings						
Time deposits with remaining term to maturity						
Within 3 months						
Over 3 up to 6 months						
Over 6 up to 12 months						
Over 1 up to 5 years						
Over 5 years						
<i>Segment B</i>						
Demand						
Savings						
Time deposits with remaining term to maturity						
Within 3 months						
Over 3 up to 6 months						
Over 6 up to 12 months						
Over 1 up to 5 years						
Over 5 years						

XYZ Bank Ltd

Notes to the accounts

for the year ended

8. Deposits

In MUR millions

	Note	Group 20X3 20X2	20X1	20X3	Bank 20X2	20X1
b. Banks (Deposits of Banks)						
<i>Total</i>						
Demand						
Savings						
Time deposits with remaining term to maturity						
Within 3 months						
Over 3 up to 6 months						
Over 6 up to 12 months						
Over 1 up to 5 years						
Over 5 years						
<i>Segment A</i>						
Demand						
Savings						
Time deposits with remaining term to maturity						
Within 3 months						
Over 3 up to 6 months						
Over 6 up to 12 months						
Over 1 up to 5 years						
Over 5 years						
<i>Segment B</i>						
Demand						
Savings						
Time deposits with remaining term to maturity						
Within 3 months						
Over 3 up to 6 months						
Over 6 up to 12 months						
Over 1 up to 5 years						
Over 5 years						

XYZ Bank Ltd

Notes to the accounts

for the year ended

9. Subordinated loans

In MUR millions

Note	20X3	20X2	20X1
a. Maturity date and term			
<i>Bank</i>			
<i>Maturity date</i>			
<i>Interest Rate</i>			
<i>Terms</i>			
<i>Segment A</i>			
<i>Maturity date</i>			
<i>Interest Rate</i>			
<i>Terms</i>			
<i>Segment B</i>			
<i>Maturity date</i>			
<i>Interest Rate</i>			
<i>Terms</i>			
	20X3	20X2	20X1
b. Aggregate maturities			
<i>Bank</i>			
Less than 1 year			
From 1 to 2 years			
Over 2 to 3 years			
Over 3 to 4 years			
Over 4 to 5 years			
Over 5 years			
<i>Segment A</i>			
Less than 1 year			
From 1 to 2 years			
Over 2 to 3 years			
Over 3 to 4 years			
Over 4 to 5 years			
Over 5 years			
<i>Segment B</i>			
Less than 1 year			
From 1 to 2 years			
Over 2 to 3 years			
Over 3 to 4 years			
Over 4 to 5 years			
Over 5 years			

XYZ Bank Ltd

Notes to the accounts

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10. Retirement benefit obligations

Items under this heading are to be disclosed in accordance with appropriate standards and other legal requirements. There is no need for the bank to disclose this figure separately for Segment A and Segment B

11. Other Liabilities and provisions

In MUR millions

	Note	Group			Bank		
		20X3	20X2	20X1	20X3	20X2	20X1
Total							
Bills payable							
Accrued interest payable							
Other							
Segment A							
Bills payable							
Accrued interest payable							
Other							
Segment B							
Bills payable							
Accrued interest payable							
Other							

12. Capital

In MUR millions

	20X3	20X2	20X1
Authorised capital			
Ordinary (... shares of MUR each)			
Preference (... shares of MUR each)			
Issued Capital			
Ordinary (... shares of MUR each)			
Preference (... shares of MUR each)			
Subscribed capital			
Ordinary (... shares of MUR each)			
Preference (... shares of MUR each)			
Paid up capital			
Ordinary (... shares of MUR each)			
Preference (... shares of MUR each)			

XYZ Bank Ltd

Notes to the accounts

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13. Contingent liabilities

In MUR millions

	Note	20X3	Group 20X2	20X1	20X3	Bank 20X2	20X1
a. Instruments							
<i>Total</i>							
Acceptances on account of customers							
Guarantees on account of customers							
Letters of credit and other obligations on account of customers							
Spot foreign exchange contracts							
Other contingent items							
		=====	=====	=====	=====	=====	=====
		=====	=====	=====	=====	=====	=====
<i>Segment A</i>							
Acceptances on account of customers							
Guarantees on account of customers							
Letters of credit and other obligations on account of customers							
Spot foreign exchange contracts							
Other contingent items					=====	=====	
					=====	=====	
					=====	=====	
<i>Segment B</i>							
Acceptances on account of customers							
Guarantees on account of customers							
Letters of credit and other obligations on account of customers							
Spot foreign exchange contracts							
Other contingent items					=====	=====	
					=====	=====	
					=====	=====	

XYZ Bank Ltd

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for the year ended

13. Contingent liabilities (Cont'd)

In MUR millions

	Note	Group 20X3 20X2	20X1	20X3	Bank 20X2	20X1
b. Commitments						
<i>Total</i>						
<u>Loans and other facilities</u>						
Undrawn credit facilities						
Undisturbed commitments in debt securities and equities						
Underwriting commitments in debt securities and equities						
Other (please specify)						
		=====	=====	=====	=====	=====
		=====	=====	=====	=====	=====
<i>Segment A</i>						
<u>Loans and other facilities</u>						
Undrawn credit facilities						
Undisturbed commitments in debt securities and equities						
Underwriting commitments in debt securities and equities						
Other (please specify)				=====	=====	
				=====	=====	
				=====	=====	
<i>Segment B</i>						
<u>Loans and other facilities</u>						
Undrawn credit facilities						
Undisturbed commitments in debt securities and equities						
Underwriting commitments in debt securities and equities						
Other (please specify)				=====	=====	
				=====	=====	
				=====	=====	

XYZ Bank Ltd

Notes to the accounts

for the year ended

13. Contingent liabilities (Cont'd)

In MUR millions

	Note	20X3	Group 20X2	20X1	20X3	Bank 20X2	20X1
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c. Assets pledged

The aggregate carrying amount of assets that have been pledged to secure the liabilities of the bank are as follows

Total

- Deposits with other banks
- Securities issued by:
 - Government of Mauritius
 - Bank of Mauritius
 - Other
- Other assets

Segment A

- Deposits with other banks
- Securities issued by:
 - Government of Mauritius
 - Bank of Mauritius
 - Other
- Other assets

Segment B

- Deposits with other banks
- Securities issued by:
 - Government of Mauritius
 - Bank of Mauritius
 - Other
- Other assets

d. Contingent liabilities arising out of lawsuit

(please provide details)

e. Financial derivatives

(please provide details)

c. Other

(please provide details)

XYZ Bank Ltd

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15. Fees and commission

In MUR millions

	Note	Group 20X3 20X2	20X1	20X3	Bank 20X2	20X1
Total						
Loan related						
- Letters of credit						
- Others						
Credit cards						
Guarantees						
Service charges						
Other (<i>please specify</i>)						
Segment A						
Loan related						
- Letters of credit						
- Others						
Credit cards						
Guarantees						
Service charges						
Other (<i>please specify</i>)						
Segment B						
Loan related						
- Letters of credit						
- Others						
Credit cards						
Guarantees						
Service charges						
Other (<i>please specify</i>)						

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16. Net gain on disposal of financial instruments

In MUR millions

	Note	20X3	Group 20X2	20X1	20X3	Bank 20X2	20X1
Total							
Trading assets							
Loans							
Available for sale assets							
Net gain on disposal							
Net revaluation gain transferred from equity							
Segment A							
Trading assets							
Loans							
Available for sale assets							
Net gain on disposal							
Net revaluation gain transferred from equity							
Segment B							
Trading assets							
Loans							
Available for sale assets							
Net gain on disposal							
Net revaluation gain transferred from equity							

17. Income tax expense

Income taxes, including deferred taxes are to be disclosed in accordance with appropriate accounting standards and other legal requirements

18. Cash and cash equivalents

In MUR millions

	Note	20X3	Group 20X2	20X1	20X3	Bank 20X2	20X1
Cash in hand							
Balances with centra bank							
Government bills							
Discounted bills and notes							
Bills of exchange							
Other short-term highly liquid investments							

The bank should state the amount maintained with the central bank as minimum statutory balance and not available for the group's daily business.

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19. Risk management disclosures

Information on risk management should be disclosed in accordance with appropriate accounting standards and other legal requirements