

## Annex 1: Selected Financial Stability Indicators

| Core Set of Financial Soundness Indicators              | Mar-12 | Jun-12 | Sep-12 | Dec-12 | Mar-13 |
|---|--------|--------|--------|--------|--------|
| <b>Capital Base</b>                                     |        |        |        |        |        |
| Regulatory capital to risk-weighted assets              | 16.0%  | 16.4%  | 17.2%  | 17.1%  | 17.4%  |
| Regulatory Tier 1 capital to risk-weighted assets       | 14.5%  | 15.0%  | 15.7%  | 15.5%  | 15.9%  |
| Non-performing loans net of provisions to capital       | 10.7%  | 15.8%  | 14.7%  | 12.4%  | 11.8%  |
| <b>Asset Quality</b>                                    |        |        |        |        |        |
| Non-performing loans to total gross loans               | 3.0%   | 3.8%   | 3.8%   | 3.6%   | 3.9%   |
| Sectoral distribution of loans to total loans           |        |        |        |        |        |
| <i>Interbank loans</i>                                  | 0.3%   | 0.2%   | 0.2%   | 0.2%   | 0.5%   |
| <i>Other financial corporations</i>                     | 1.3%   | 1.3%   | 1.3%   | 1.2%   | 1.3%   |
| <i>Non-financial corporations</i>                       | 32.9%  | 31.9%  | 32.8%  | 32.9%  | 33.5%  |
| <i>Other domestic sectors</i>                           | 15.0%  | 19.1%  | 20.2%  | 19.7%  | 20.5%  |
| <i>Non-residents</i>                                    | 50.5%  | 47.5%  | 45.5%  | 46.0%  | 44.2%  |
| <b>Earnings and Profitability</b>                       |        |        |        |        |        |
| Return on assets  | 1.5%   | 1.5%   | 1.5%   | 1.4%   | 1.2%   |
| Return on equity  | 20.3%  | 19.6%  | 19.6%  | 18.0%  | 15.7%  |
| Interest margin to gross income                         | 59.7%  | 63.0%  | 65.2%  | 65.7%  | 69.8%  |
| Non-interest expenses to gross income                   | 33.8%  | 39.0%  | 38.6%  | 38.7%  | 41.5%  |
| <b>Liquidity</b>  |        |        |        |        |        |
| Liquid assets to total assets                           | 19.1%  | 14.8%  | 16.4%  | 19.1%  | 19.1%  |
| Liquid assets to short-term liabilities                 | 28.8%  | 22.6%  | 25.1%  | 27.5%  | 27.9%  |
| <b>Sensitivity to Market Risk</b>                       |        |        |        |        |        |
| Net open position in foreign exchange to capital        | 3.0%   | 3.8%   | 3.0%   | 2.1%   | 2.2%   |
| <b>Encouraged Set of Financial Soundness Indicators</b> |        |        |        |        |        |
| Capital to assets                                       | 7.1%   | 7.9%   | 8.0%   | 8.5%   | 8.6%   |
| Value of large exposures to capital                     | 232.7% | 220.1% | 214.8% | 187.2% | 171.7% |
| Customer deposits to total (non-interbank) loans        | 134.9% | 120.1% | 124.0% | 128.7% | 134.2% |
| Residential real estate loans to total loans            | 7.2%   | 7.4%   | 7.8%   | 7.9%   | 7.1%   |
| Commercial real estate loans to total loans             | 7.6%   | 7.2%   | 7.5%   | 7.4%   | 7.4%   |
| Trading income to total income                          | 15.9%  | 10.0%  | 9.6%   | 8.7%   | 3.1%   |
| Personnel expenses to non-interest expenses             | 53.9%  | 50.5%  | 50.2%  | 50.2%  | 49.3%  |

### Annex 1: Selected Financial Stability Indicators (Continued)

| Macroeconomic Indicators  | Mar-12        | Jun-12        | Sep-12        | Dec-12        | Mar-13        |
|---|---------------|---------------|---------------|---------------|---------------|
| Headline inflation  | 5.9%          | 5.1%          | 4.4%          | 3.9%          | 3.6%          |
| Year-on-year inflation  | 3.8%          | 3.9%          | 3.9%          | 3.2%          | 3.6%          |
| Key Repo Rate (end of period)                                   | 4.90%         | 4.90%         | 4.90%         | 4.90%         | 4.90%         |
| Total public sector debt/GDP (end of period)                    | 58.4%         | 58.6%         | 58.2%         | 57.7%         | 57.9%         |
| Total external public sector debt/GDP (end of period)           | 12.8%         | 13.4%         | 13.6%         | 13.4%         | 13.7%         |
| Import coverage of Gross International Reserves (No. of months) | 4.3           | 4.6           | 4.7           | 4.9           | 5.2           |
| Deposits/Broad Money Liabilities*                               | 93.5%         | 93.6%         | 93.6%         | 93.0%         | 93.0%         |
| Household debt/GDP (end of period)**                            | 17.7%         | 18.3%         | 18.9%         | 19.2%         | 19.5%         |
| Corporate debt/GDP (end of period)**                            | 50.3%         | 52.1%         | 52.0%         | 53.3%         | 52.6%         |
|   |               |               |               |               |               |
|   | <b>2012Q1</b> | <b>2012Q2</b> | <b>2012Q3</b> | <b>2012Q4</b> | <b>2013Q1</b> |
| Real GDP growth***  | 3.1%          | 3.2%          | 3.5%          | 3.5%          | 3.7%          |
| Unemployment rate   | 8.0%          | 8.2%          | 7.9%          | 7.8%          | 8.7%          |
| Current account deficit/GDP                                     | 5.3%          | 10.3%         | 12.9%         | 12.3%         | 8.2%          |

\* Banks deposits excluding GBLH deposits, deposits from non-residents, government deposits, and deposits from banks inside and outside Mauritius.

\*\* Debt contracted with banks only.

\*\*\* Percentage change over corresponding period of previous year.

1. Financial Stability Indicators are calculated on a domestic consolidation basis using the Financial Soundness Indicators Compilation Guide of the IMF. Figures may be slightly different from other parts of this Report.

2. As from June 2012, figures include NBDTIs.

3. Total loans include advances to non-residents.

4. Figures may not add up due to rounding.