



**BANK OF BARODA - MAURITIUS BRANCHES (INCLUDING OFFSHORE BANKING UNIT)**  
STATEMENTS OF FINANCIAL POSITION - 31 MARCH 2015

	2015 Rs'000	2014 Rs'000	2013 Rs'000
<b>ASSETS</b>			
Cash and cash equivalents	3,049,545	1,524,301	793,534
Loans and advances to customers	11,738,025	15,130,080	13,893,120
Securities and other investments	11,488,025	21,831,677	18,227,015
Investment properties	31,132	23,304	23,304
Property, plant and equipment	117,562	113,423	117,793
Deferred tax assets	28,843	6,596	238
Advanced tax	280	-	-
Other assets	131,592	263,283	162,441
<b>Total assets</b>	<b>26,585,004</b>	<b>38,892,664</b>	<b>33,007,445</b>
<b>LIABILITIES</b>			
Deposits from banks	12,122,720	15,683,786	16,027,109
Deposits from customers	9,219,861	13,688,692	13,283,247
Borrowings from banks	3,668,752	8,132,012	2,358,619
Current income tax liabilities	-	5,309	5,629
Deferred income tax liabilities	-	-	-
Retirement benefit obligations	16,114	13,826	12,522
Other liabilities	147,451	200,510	200,084
<b>Total liabilities</b>	<b>25,274,898</b>	<b>37,704,135</b>	<b>31,887,210</b>
<b>SHAREHOLDER'S EQUITY</b>			
Assigned capital	200,860	200,860	200,860
Reserves	588,353	413,390	442,711
Retained earnings	920,893	574,279	476,664
	1,310,106	1,188,529	1,120,235
<b>Total equity and liabilities</b>	<b>26,585,004</b>	<b>38,892,664</b>	<b>33,007,445</b>
<b>Contingent liabilities</b>	<b>198,468</b>	<b>277,555</b>	<b>936,099</b>

**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - YEAR ENDED 31 MARCH 2015**

	2015 Rs'000	2014 Rs'000	2013 Rs'000
Interest income	547,021	669,894	832,311
Interest expense	(472,549)	(487,735)	(624,393)
<b>Net interest income</b>	<b>74,472</b>	<b>182,159</b>	<b>207,918</b>
Fee and commission income	7,262	11,908	16,026
Other operating income	38,032	25,284	27,530
<b>Other income</b>	<b>45,294</b>	<b>37,192</b>	<b>43,556</b>
<b>Operating income</b>	<b>119,766</b>	<b>219,351</b>	<b>251,474</b>
Net impairment loss/(reversal) on financial assets	94,913	31,876	(4,845)
Personnel expenses	41,547	38,896	32,230
Depreciation of property, plant & equipment	5,951	5,343	4,361
Other expenses	40,528	38,231	35,016
	182,939	114,546	66,762
<b>Profit before income tax</b>	<b>(63,173)</b>	<b>105,005</b>	<b>184,712</b>
Income tax expense	9,787	(8,846)	(12,946)
<b>Net (loss)/profit for the year</b>	<b>(53,386)</b>	<b>96,159</b>	<b>171,766</b>
<b>Other comprehensive income for the year</b>			
Net fair value (loss)/gain on investments securities	909	(374)	(101)
Revaluation of property, plant and equipment	5,975	-	-
Currency translation differences	168,975	(27,491)	48,160
<b>Total comprehensive income for the year</b>	<b>122,473</b>	<b>68,294</b>	<b>219,825</b>

**STATEMENTS OF CHANGES IN EQUITY - YEAR ENDED 31 MARCH 2015**

	Assigned Capital Rs'000	Statutory Reserve Rs'000	Fair value Reserve Rs'000	Revaluation Reserve Rs'000	Capital Reserve Rs'000	Translation Reserve Rs'000	Retained Earnings Rs'000	Total Equity Rs'000
At April 1, 2012	200,860	201,177	636	105,087	7,559	81,649	445,137	1,042,105
Profit for the year	-	-	-	-	-	-	171,766	171,766
Fair value adjustment on investment securities	-	-	(101)	-	-	-	-	(101)
Currency translation differences	-	-	-	-	-	48,160	171,766	219,825
<b>Total comprehensive income for the year</b>	-	-	(101)	-	-	48,160	1,456	219,825
Release to retained earnings	-	-	-	(1,456)	-	-	(141,695)	(141,695)
Remittance to Head Office	-	-	-	-	-	-	-	-
<b>At March 31, 2013</b>	<b>200,860</b>	<b>201,177</b>	<b>535</b>	<b>103,631</b>	<b>7,559</b>	<b>129,809</b>	<b>476,664</b>	<b>1,120,235</b>
Profit for the year	-	-	-	-	-	-	96,159	96,159
Fair value adjustment on investment securities	-	-	(374)	-	-	-	-	(374)
Currency translation differences	-	-	-	-	-	(27,491)	-	(27,491)
<b>Total comprehensive income for the year</b>	-	-	(374)	-	-	(27,491)	96,159	68,294
Release to retained earnings	-	-	-	(1,456)	-	-	1,456	-
<b>At March 31, 2014</b>	<b>200,860</b>	<b>201,177</b>	<b>161</b>	<b>102,175</b>	<b>7,559</b>	<b>102,318</b>	<b>574,279</b>	<b>1,188,529</b>
Profit for the year	-	-	-	-	-	-	(53,386)	(53,386)
Fair value adjustment on investment securities	-	-	909	-	-	-	-	909
Revaluation of property, plant and equipment	-	-	-	5,975	-	-	-	5,975
Currency translation differences	-	-	-	-	-	168,975	-	168,975
<b>Total comprehensive income for the year</b>	-	-	909	5,975	-	168,975	(53,386)	122,473
Release to retained earnings	-	-	-	(896)	-	-	-	(896)
<b>At March 31, 2015</b>	<b>200,860</b>	<b>201,177</b>	<b>1,070</b>	<b>107,254</b>	<b>7,559</b>	<b>271,293</b>	<b>520,893</b>	<b>1,310,106</b>

These financial statements have been approved on June 22, 2015 and signed by:

Ravi Chaturvedi Vice President	B.B. Ghagare Chief Manager	D.K. SAMANTRAY Chief Manager
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The above statements of financial position, profit and loss and other comprehensive income, changes in equity and cash flows have been extracted from the audited financial statements for the year ended 31 March 2015. Notes to these financial statements, which are an integral part of the audited financial statements, can be obtained upon request from the Bank.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BANK OF BARODA - MAURITIUS BRANCHES (INCLUDING OFFSHORE BANKING UNIT)**

1. The accompanying summarised financial statements have been derived from the financial statements of Bank of Baroda - Mauritius Branches (Including Offshore Banking Unit) for the year ended 31 March 2015. These summarised financial statements are the responsibility of the Bank Managers. Our responsibility is to express an independent opinion on whether these summarised financial statements are consistent, in all material aspects, with the financial statements from which they were derived.

2. We have audited the financial statements of the Bank for the year ended 31 March 2015, from which these summarised financial statements were derived, in accordance with International Standards on Auditing. In our report dated 22 June 2015, we expressed an unqualified opinion on the financial statements from which the summarised financial statements were derived.

3. In our opinion, the accompanying summarised financial statements are consistent, in all material respects, with the financial statements from which they were derived.

4. For a better understanding of the Bank's financial position and the results of its operations for the year and of the scope of our audit, the summarised financial statements should be read in conjunction with the financial statements, from which the summarised financial statements were derived and our audit report thereon.

The independent auditors' report on the complete set of financial statements reads as follows:

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BANK OF BARODA - MAURITIUS BRANCHES (INCLUDING OFFSHORE BANKING UNIT)**

This report is made solely to the members of the Bank of Baroda - Mauritius Branches (Including Offshore Banking Unit) (the "Bank") as a body in accordance with Section 205 of the Mauritius Companies Act 2001. Our audit work has been undertaken so that we might state to the Bank's members those matters we are required to state to them in an auditors' report and for no other purposes. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Bank and the Bank's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Report on the financial statements**

We have audited the financial statements of Bank of Baroda - Mauritius Branches (Including Offshore Banking Unit), set out on pages 30 to 79 which comprise the statement of financial position as at 31 March 2015, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Bank Managers' Responsibility for the Financial Statements**

The Bank Managers are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and in compliance with the Companies Act 2001, the Banking Act 2004 and the Financial Reporting Act 2004. They are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depended on our professional judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we considered the internal control relevant to the Bank's preparation and fair presentation of the financial statements in order to design audit procedures that were appropriate in the circumstances, but not for the purpose of expressing an opinion on the Bank's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the bank managers, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the accompanying financial statements on pages 30 to 79 give a true and fair view, in all material respects, the financial position of the Bank as at 31 March 2014 and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and comply with the requirements of the Mauritius Companies Act 2001 applicable to banks and the Financial Reporting Act 2004.

**Other matter**

The financial statements of Bank of Baroda - Mauritius Branches (Including Offshore Banking Unit) for the year ended 31 March 2014 were audited by another auditor who expressed an unmodified opinion on those statements on 15 June 2014.

**Report on Other Legal Requirements**

In accordance with the requirements of the Companies Act 2001, we report as follows:

- (i) We have no relationship with, or interest in, the Bank or any of its subsidiaries, other than our capacity as auditors and tax advisers and arm's length dealings in the ordinary course of business;
- (ii) We have obtained all the information and explanations that we have required; and
- (iii) In our opinion, proper accounting records have been kept by the Bank as far as it appears from our examination of those records.

In accordance with the Banking Act 2004, we report as follows:

- (i) In our opinion the financial statements:
  - Have been prepared on a basis consistent with that of the preceding year;
  - Are complete, fair and properly drawn up; and
  - Comply with the Banking Act 2004 as well as the regulations and guidelines of the Bank of Mauritius.
- (ii) The explanations or information called for or given to us by the Officers or Agents of the Bank were satisfactory.

In accordance with the Financial Reporting Act 2004, we report as follows:

The Bank Managers are responsible for preparing the Corporate Governance Report and making the disclosures required by Section 8.4 of the Code of Corporate Governance (the "Code"). Our responsibility is to report on these disclosures.

In our opinion, the disclosures in the Corporate Governance Report comply with the requirements of the Code.

McMillan Woods  
Licensed Auditors  
Suite 205 Ng Tower, Cyber city, Ebene, Mauritius

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Licensed by FRC

Date: 22 June 2014