

STATE BANK OF MAURITIUS LTD

Abridged audited financial statements for the year ended 30 June 2011

The State Bank of Mauritius Ltd is pleased to submit its abridged audited financial statements for the year ended 30 June 2011.

Results

The financial year ended 30 June 2011 has been encouraging for the SBM Group. Whilst the market environment has remained volatile, profit before tax increased by 11.9% to reach Rs 2,475 m in FY 2011 while profit after tax rose by 8.3% to Rs 2,013 m including a one time capital gain on disposal of equity investment. The growth was driven mostly by increase in non interest income. This was offset by higher non interest expenses, mainly personnel expenses, impairment of Rs 67 m on equity investments and a tax adjustment of Rs 25 m pertaining to our operations in Madagascar. The cost to income ratio improved marginally to 38.5%, indicating strong levels of efficiency by international standards.

Total on-balance sheet assets went up by 19.9% over June 2010 to reach Rs 95.7 bn as at 30 June 2011, driven by a 29.5% rise in the advances book to Rs 58.0 bn, with strong performance in all segments namely retail, corporate and international. On the other hand, our gilt-edged securities portfolio declined by 16.3% to Rs 16.9 bn, as we grew the advances portfolio. Deposits increased from last year's drop to reach Rs 70.9 bn, representing a 15.3% growth. However, net interest income was flat from the previous year as a notable share of advances growth occurred in the latter part of FY 2011 while margins were under pressure and higher level of cross border business. The Group achieved a return on average assets of 2.3% (2010: 2.4%) and return on average shareholders' equity of 13.3% (2010: 14.7%).

Besides enhanced efficiency, the Group continues to deliver a strong and balanced outcome in respect of other performance areas. Asset quality has continued to improve, with the gross and net impairment ratios standing at 1.4% (2010: 1.9%) and 0.5% (2010: 0.8%) respectively while capital adequacy ratio was maintained at comfortable levels far above regulatory requirements.

Dividend per share increased by 9.1% to Rs 3.00, which represents a payout of 38.5% (2010: 38.2%).

Prospects

The Bank is confident in its focused strategy emphasising pro-active customer proximity, efficiency and re-engineering of the Bank's balance sheet. We aim to consolidate existing domestic markets and explore cross border avenues to significantly expand the India business taking into consideration the excellent prospects that this market offers and building on the experience and expertise garnered in Mauritius. One of the important investments that the Bank will make over the coming periods relates to banking technology strategy to gear up for future banking needs. This should help us improve our processes and develop new capabilities to serve better our clients in a more cost-efficient manner in the medium to long term, whether in terms of new and enhanced products and services, faster turnaround or more convenience. We will continue to focus on cost management as pressures on revenue are expected to persist in the years to come besides uncertainties in the financial industry.

Muni Krishna T. Reddy, G.O.S.K
Chairman

Alain Rey
Chairman, Audit Committee

Gautam Vir
Chief Executive

29 September 2011

Independent auditor's report to the shareholders of State Bank of Mauritius Ltd

This report is made solely to the shareholders of State Bank of Mauritius Ltd (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 shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Bank and the Bank's shareholders 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 the Group and of the Bank set out on pages 4 to 65 which comprise the statements of financial position as at 30 June 2011 and the statements of income, statements of comprehensive income, statements of changes in equity and cash flow statements for the year then ended and a summary of significant accounting policies and other explanatory information.

Directors' responsibility for the financial statements

The Bank's directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and in compliance with the requirements of the Mauritius 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.

Auditors' responsibility

Our responsibility is to express an 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 depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Bank's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of 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 directors, 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.

**Independent auditor's report to the shareholders of
State Bank of Mauritius Ltd (cont'd)**

Opinion

In our opinion, the financial statements on pages 4 to 65 give a true and fair view of the financial position of the Group and of the Bank as at 30 June 2011 and of their 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.

Report on other legal and regulatory requirements

Mauritius Companies Act 2001

We have no relationship with, or interests in, the Bank or any of its subsidiaries, other than in our capacities as auditors and arm's length dealings in the ordinary course of business.

We have obtained all information and explanations that we have required.

In our opinion, proper accounting records have been kept by the Bank as far as appears from our examination of those records.

Banking Act 2004

In our opinion, the financial statements have been prepared on a basis consistent with that of the preceding year and are complete, fair and properly drawn up and comply with the provisions of the Banking Act 2004 and the regulations and guidelines of the Bank of Mauritius.

The explanations or information called for or given to us by the officers or agents of the Bank were satisfactory.

The Financial Reporting Act 2004

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

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

Deloitte
Chartered Accountants

M. J. Burgess, ACA
Licensed by FRC

29 September 2011

STATE BANK OF MAURITIUS LTD**STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2011**

	-----Group-----			-----Bank-----		
	2011 Rs' 000	2010 Rs' 000	2009 Rs' 000	2011 Rs' 000	2010 Rs' 000	2009 Rs' 000
ASSETS						
Cash and cash equivalents	6,744,422	5,501,822	11,764,439	6,502,047	5,195,931	11,481,860
Trading assets	146,113	148,224	196,280	146,113	148,224	196,280
Loans to and placements with banks	943,359	-	2,766,726	943,359	-	2,766,726
Loans and advances to customers	56,741,302	43,731,741	39,793,808	56,052,338	43,094,855	38,062,324
Investment securities	23,570,849	24,160,809	19,011,409	22,138,108	22,552,091	17,470,368
Property and equipment	2,786,920	2,853,003	2,293,755	2,779,732	2,846,929	2,248,934
Intangible assets	54,148	77,373	78,988	55,846	82,189	87,307
Mandatory balances with Central Banks	4,180,104	2,892,794	2,822,563	3,866,714	2,586,145	2,499,819
Other assets	560,589	473,553	505,670	501,113	397,920	426,060
TOTAL ASSETS	95,727,806	79,839,319	79,233,638	92,985,370	76,904,284	75,239,678
LIABILITIES						
Deposits from banks	218,252	195,628	151,725	262,531	253,073	271,771
Deposits from non-bank customers	70,888,333	61,502,326	63,569,375	70,396,081	60,914,910	62,060,356
Trading liabilities	141,077	84,964	49,071	141,077	84,964	49,071
Other borrowed funds	7,124,674	2,083,289	1,057,506	7,124,674	2,083,289	1,129,568
Current tax liabilities	176,292	245,335	400,615	171,701	245,559	392,220
Deferred tax liabilities	177,349	178,705	133,817	177,246	178,578	133,124
Other liabilities	1,031,326	893,076	928,855	941,453	823,549	859,082
TOTAL LIABILITIES	79,757,303	65,183,323	66,290,964	79,214,763	64,583,922	64,895,192
SHAREHOLDERS' EQUITY						
Share capital	303,740	303,740	303,740	303,740	303,740	303,740
Retained earnings	12,839,632	11,514,037	10,318,964	10,187,914	9,041,522	7,760,462
Other reserves	2,827,131	2,838,219	2,319,970	3,278,953	2,975,100	2,280,284
Total equity attributable to equity holders of the parent	15,970,503	14,655,996	12,942,674	13,770,607	12,320,362	10,344,486
TOTAL EQUITY AND LIABILITIES	95,727,806	79,839,319	79,233,638	92,985,370	76,904,284	75,239,678
MEMORANDUM ITEMS						
Acceptances, guarantees, letters of credit, endorsements, other obligations on account of customers and spot foreign exchange contracts	12,917,916	5,911,337	5,307,272	12,870,306	5,831,206	5,125,241
Financial derivatives	23,642,962	8,604,533	5,353,314	23,642,962	8,604,533	5,353,314
Commitments	8,390,626	8,215,445	5,043,907	8,109,428	8,205,434	4,919,452
Inward bills held for collection	197,404	340,271	296,824	197,131	241,689	215,064
Outward bills sent for collection	712,945	243,530	160,454	705,111	232,484	149,839
	45,861,853	23,315,116	16,161,771	45,524,938	23,115,346	15,762,910

Approved by the Board of Directors and authorised for issue on 29 September 2011.

Muni Krishna T Reddy G.O.S.K
Chairman

Alain Rey
Chairman, Audit Committee

Gautam Vir
Chief Executive

STATE BANK OF MAURITIUS LTD
STATEMENTS OF INCOME FOR THE YEAR ENDED 30 JUNE 2011

	-----Group-----			-----Bank-----		
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000
Interest income	4,901,190	4,867,484	5,333,274	4,727,620	4,707,368	5,042,294
Interest expense	(2,402,661)	(2,374,327)	(2,933,336)	(2,317,247)	(2,299,239)	(2,810,846)
Net interest income	2,498,529	2,493,157	2,399,938	2,410,373	2,408,129	2,231,448
Fee and commission income	919,750	660,473	756,862	859,310	611,234	700,655
Fee and commission expense	(39,402)	(12,472)	(9,996)	(37,469)	(12,001)	(9,996)
Net fee and commission income	880,348	648,001	746,866	821,841	599,233	690,659
Dividend income	219,821	205,582	310,284	221,101	204,985	209,369
Net trading income	(4,946)	3,210	1,534	(4,946)	3,210	1,534
Other operating income	610,758	487,477	523,173	447,488	446,360	483,620
Non interest income	1,705,981	1,344,270	1,581,857	1,485,484	1,253,788	1,385,182
Operating income	4,204,510	3,837,427	3,981,795	3,895,857	3,661,917	3,616,630
Personnel expenses	(909,364)	(784,133)	(705,902)	(884,730)	(761,405)	(681,375)
Depreciation and amortisation	(183,711)	(166,345)	(309,858)	(183,587)	(166,455)	(295,725)
Other expenses	(404,545)	(422,898)	(407,196)	(362,820)	(381,925)	(368,099)
Non interest expense	(1,497,620)	(1,373,376)	(1,422,956)	(1,431,137)	(1,309,785)	(1,345,199)
Profit before net impairment loss on financial assets	2,706,890	2,464,051	2,558,839	2,464,720	2,352,132	2,271,431
Net impairment loss on financial assets	(319,255)	(318,425)	(278,737)	(220,390)	(248,928)	(199,138)
Operating profit	2,387,635	2,145,626	2,280,102	2,244,330	2,103,204	2,072,293
Share of profit of associates	87,027	66,622	64,517	-	-	-
Profit before income tax	2,474,662	2,212,248	2,344,619	2,244,330	2,103,204	2,072,293
Tax expense	(461,567)	(353,408)	(319,281)	(417,414)	(346,692)	(310,572)
Profit for the year attributable to equity holders of the parent	2,013,095	1,858,840	2,025,338	1,826,916	1,756,512	1,761,721
Earnings per share (Rs)	7.80	7.20	7.84			

STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2011

	-----Group-----			-----Bank-----		
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000
Profit for the year attributable to equity holders of the parent	2,013,095	1,858,840	2,025,338	1,826,916	1,756,512	1,761,721
Other comprehensive income :						
Exchange differences on translation of foreign operations	(338,949)	(540)	326,609	(143,689)	27,120	56,863
Increase in value of available-for-sale investments	289,469	22,364	288,453	490,495	363,131	429,313
Fair value realised on disposal of available-for-sale investments	75,181	-	-	-	-	-
Increase in revaluation surplus of property	-	637,196	-	-	637,196	-
Deferred tax on revaluation surplus of property	(13,484)	(98,090)	-	(13,484)	(98,090)	-
Share of other comprehensive income of associates	(812)	3,545	(12,878)	-	-	-
Other comprehensive income for the year	11,405	564,475	602,184	333,322	929,357	486,176
Total comprehensive income attributable to equity holders of the parent	2,024,500	2,423,315	2,627,522	2,160,238	2,685,869	2,247,897

STATE BANK OF MAURITIUS LTD
STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2011

Group	Share capital Rs' 000	Treasury shares Rs' 000	Reserve arising on share buy back Rs' 000	Statutory reserve Rs' 000	Revenue reserve Rs' 000	Investment fluctuation reserve Rs' 000	Net unrealised investment fair value reserve Rs' 000	Net property revaluation reserve Rs' 000	Net translation reserve Rs' 000	Net other reserve Rs' 000	Total equity Rs' 000
At 01 July 2008	303,740	(2,333,286)	236,071	488,633	8,941,255	35,122	2,385,444	1,037,217	(203,503)	82,816	10,973,509
Profit for the year	-	-	-	-	2,025,338	-	-	-	-	-	2,025,338
Other comprehensive income for the year	-	-	-	-	-	-	288,453	-	326,609	(12,878)	602,184
Transfer to retained earnings	-	-	-	-	26,280	-	-	(26,280)	-	-	-
Transfer to statutory reserve	-	-	-	15,552	(15,552)	-	-	-	-	-	-
Dividend	-	-	-	-	(658,357)	-	-	-	-	-	(658,357)
At 30 June 2009	303,740	(2,333,286)	236,071	504,185	10,318,964	35,122	2,673,897	1,010,937	123,106	69,938	12,942,674
At 01 July 2009	303,740	(2,333,286)	236,071	504,185	10,318,964	35,122	2,673,897	1,010,937	123,106	69,938	12,942,674
Profit for the year	-	-	-	-	1,858,840	-	-	-	-	-	1,858,840
Other comprehensive income for the year	-	-	-	-	-	-	22,364	539,106	(540)	3,545	564,475
Transfer to retained earnings	-	-	-	(21,786)	49,360	-	-	(27,574)	-	-	-
Transfer to statutory reserve	-	-	-	3,134	(3,134)	-	-	-	-	-	-
Dividend	-	-	-	-	(709,993)	-	-	-	-	-	(709,993)
At 30 June 2010	303,740	(2,333,286)	236,071	485,533	11,514,037	35,122	2,696,261	1,522,469	122,566	73,483	14,655,996
At 01 July 2010	303,740	(2,333,286)	236,071	485,533	11,514,037	35,122	2,696,261	1,522,469	122,566	73,483	14,655,996
Profit for the year	-	-	-	-	2,013,095	-	-	-	-	-	2,013,095
Other comprehensive income for the year	-	-	-	-	-	-	364,650	(13,484)	(338,949)	(812)	11,405
Transfer to retained earnings	-	-	-	-	41,532	-	-	(41,532)	-	-	-
Transfer to statutory reserve	-	-	-	19,039	(19,039)	-	-	-	-	-	-
Dividend	-	-	-	-	(709,993)	-	-	-	-	-	(709,993)
At 30 June 2011	303,740	(2,333,286)	236,071	504,572	12,839,632	35,122	3,060,911	1,467,453	(216,383)	72,671	15,970,503

STATE BANK OF MAURITIUS LTD**STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2011 (CONT'D)**

Bank	Share capital Rs' 000	Treasury shares Rs' 000	Statutory reserve Rs' 000	Revenue reserve Rs' 000	Investment fluctuation reserve Rs' 000	Net unrealised investment fair value reserve Rs' 000	Net property revaluation reserve Rs' 000	Net translation reserve Rs' 000	Total equity Rs' 000
At 01 July 2008	303,740	(2,333,286)	439,141	6,640,520	35,122	2,583,985	1,037,217	48,507	8,754,946
Profit for the year	-	-	-	1,761,721	-	-	-	-	1,761,721
Other comprehensive income for the year	-	-	-	-	-	429,313	-	56,863	486,176
Transfer to retained earnings	-	-	-	26,280	-	-	(26,280)	-	-
Transfer to statutory reserve	-	-	9,702	(9,702)	-	-	-	-	-
Dividend	-	-	-	(658,357)	-	-	-	-	(658,357)
At 30 June 2009	303,740	(2,333,286)	448,843	7,760,462	35,122	3,013,298	1,010,937	105,370	10,344,486
At 01 July 2009	303,740	(2,333,286)	448,843	7,760,462	35,122	3,013,298	1,010,937	105,370	10,344,486
Profit for the year	-	-	-	1,756,512	-	-	-	-	1,756,512
Other comprehensive income for the year	-	-	-	-	-	363,131	539,106	27,120	929,357
Amalgamation with subsidiary	-	-	-	206,967	-	(206,967)	-	-	-
Transfer to retained earnings	-	-	-	27,574	-	-	(27,574)	-	-
Dividend	-	-	-	(709,993)	-	-	-	-	(709,993)
At 30 June 2010	303,740	(2,333,286)	448,843	9,041,522	35,122	3,169,462	1,522,469	132,490	12,320,362
At 01 July 2010	303,740	(2,333,286)	448,843	9,041,522	35,122	3,169,462	1,522,469	132,490	12,320,362
Profit for the year	-	-	-	1,826,916	-	-	-	-	1,826,916
Other comprehensive income for the year	-	-	-	-	-	490,495	(13,484)	(143,689)	333,322
Transfer to retained earnings	-	-	-	41,532	-	-	(41,532)	-	-
Transfer to statutory reserve	-	-	12,063	(12,063)	-	-	-	-	-
Dividend	-	-	-	(709,993)	-	-	-	-	(709,993)
At 30 June 2011	303,740	(2,333,286)	460,906	10,187,914	35,122	3,659,957	1,467,453	(11,199)	13,770,607

STATE BANK OF MAURITIUS LTD
STATEMENTS OF CASHFLOWS FOR THE YEAR ENDED 30 JUNE 2011

	-----Group-----			-----Bank-----		
	2011 Rs' 000	2010 Rs' 000	2009 Rs' 000	2011 Rs' 000	2010 Rs' 000	2009 Rs' 000
Cash flows from operating activities						
Profit for the year	2,013,095	1,858,840	2,025,338	1,826,916	1,756,512	1,761,721
Adjustments to determine net cash flows:						
Depreciation of tangible assets	156,803	136,012	172,387	153,552	131,362	159,799
Amortisation of intangible assets	26,908	30,333	137,471	30,035	35,093	135,926
Pension expense	15,953	21,967	1,211	15,953	21,967	1,211
Net impairment loss on financial assets	319,255	318,425	278,737	220,390	248,928	199,138
Decrease in revaluation of property	-	6,156	-	-	6,156	-
Exchange difference	(286,294)	(47,366)	278,940	(131,762)	22,356	46,298
Net gain on sale of available-for-sale equity investments	(114,357)	-	-	-	-	-
Net loss / (gain) from dealings in trading securities	4,946	(3,210)	(1,534)	4,946	(3,210)	(1,534)
Net loss / (gain) on disposal of property and equipment	3,565	(66)	(498)	3,565	182	(398)
Tax expense	461,567	353,408	319,281	417,414	346,692	310,572
Share of profit of associate	(87,027)	(66,622)	(64,517)	-	-	-
Dividend income	(219,821)	(205,582)	(310,284)	(221,101)	(204,985)	(209,369)
Operating profit before working capital changes	2,294,593	2,402,295	2,836,532	2,319,908	2,361,053	2,403,364
Change in operating assets and liabilities						
(Increase) / decrease in trading assets	(2,835)	51,266	(57,945)	(2,835)	51,266	(57,945)
(Increase) / decrease in loans to and placements with banks	(943,359)	2,766,726	(2,302,322)	(943,359)	2,766,726	(2,302,322)
Increase in loans and advances to customers	(13,245,995)	(4,198,363)	(4,759,614)	(13,155,818)	(4,268,187)	(4,259,497)
Decrease / (increase) in gilt-edged investment securities	3,271,895	(5,057,835)	(3,515,504)	3,406,132	(4,954,661)	(3,775,059)
Increase in other investment securities	(2,501,628)	-	-	(2,501,628)	-	-
Increase in mandatory balances with Central Banks	(1,287,310)	(70,231)	(2,822,563)	(1,280,569)	(86,326)	(2,499,819)
(Increase) / decrease in other assets	(146,714)	5,808	2,276,146	(135,613)	5,157	2,011,535
Increase / (decrease) in deposits from banks	22,624	43,903	104,967	9,458	(18,698)	115,861
Increase / (decrease) in deposits from non-bank customers	9,386,007	(2,067,049)	8,733,877	9,481,171	(2,067,166)	9,935,837
Increase / (decrease) in trading liabilities	56,113	35,893	(5,424)	56,113	35,893	(5,424)
Increase / (decrease) in other liabilities	116,298	(49,887)	(25,016)	97,827	(51,414)	(12,785)
Other dividend received	219,821	205,582	310,284	214,601	199,235	204,119
Income tax paid	(501,591)	(556,827)	(245,107)	(490,376)	(550,125)	(232,555)
Net cash provided by operating activities	(3,262,081)	(6,488,719)	528,311	(2,924,988)	(6,577,247)	1,525,310
Cash flows from / (used in) financing activities						
Increase in other borrowed funds	5,041,385	1,025,783	690,699	5,041,385	953,722	623,631
Dividend paid on ordinary shares	(709,993)	(709,993)	(658,357)	(709,993)	(709,993)	(658,357)
Net cash from / (used in) financing activities	4,331,392	315,790	32,342	4,331,392	243,729	(34,726)
Cash flows from / (used in) investing activities						
Acquisition of property and equipment	(111,970)	(94,775)	(94,912)	(107,825)	(91,337)	(92,204)
Acquisition of intangible assets	(3,935)	(30,454)	(20,564)	(3,935)	(30,454)	(21,021)
Disposal of property and equipment	4,997	35,948	5,745	4,997	34,935	5,645
Disposal of intangible assets	-	748	-	-	748	-
Dividend received from associate	6,500	5,750	5,250	6,500	5,750	5,250
Investment in subsidiary	-	-	-	(25)	-	-
Amalgamation with subsidiary	-	-	-	-	127,947	-
Acquisition of other equity investments	(2,976)	(6,905)	(226,481)	-	-	-
Disposal of other equity investments	280,673	-	-	-	-	-
Net cash from / (used in) investing activities	173,289	(89,688)	(330,962)	(100,288)	47,589	(102,330)
Net change in cash and cash equivalents	1,242,600	(6,262,617)	229,691	1,306,116	(6,285,929)	1,388,254
Cash and cash equivalents at 01 July	5,501,822	11,764,439	11,534,748	5,195,931	11,481,860	10,093,606
Cash and cash equivalents at 30 June	6,744,422	5,501,822	11,764,439	6,502,047	5,195,931	11,481,860

Copies of the audited financial statements are available to the public free of charge at the registered office of the Company, SBM Tower, 1 Queen Elizabeth II Avenue, Place D'Armes, Port Louis and can be viewed on our website: www.sbmgroup.mu.

The statement of direct and indirect interests of officers of the Company in the capital of the Company and its subsidiaries may also be obtained free of charge upon request at the registered office of the Bank.

By order of the Board

C. Appadoo
Company Secretary

29 September 2011

The Communiqué is issued pursuant to Listing Rule 12.14 and Securities Act 2005.

The board of directors of State Bank of Mauritius Ltd accepts full responsibility for the accuracy of the information contained in this Communiqué.

The financial information, including the independent auditor's report to the shareholders of SBM, has been extracted from the full set of audited financial statements for the year ended 30 June 2011.