



Deutsche Bank (Mauritius) Limited

Statement of financial position as at 31 December 2016

	2016 USD	2015 USD	2014 USD
Assets:			
Cash and cash equivalents	387,587,689	467,934,849	610,927,505
Loans and advances to banks	149,972,477	123,620,031	173,262,157
Loans and advances to customers	62,727,846	130,252,414	262,538,778
Other assets	3,351,421	2,817,038	4,742,467
Property, plant and equipment	1,068,918	1,371,221	1,648,983
Total assets	604,708,351	725,995,553	1,053,119,890
Liabilities:			
Deposits from customers	564,967,913	687,049,174	939,237,251
Other borrowed funds	-	-	74,399,750
Current tax liabilities	143,518	195,220	317,047
Other liabilities	1,563,139	1,607,516	1,498,214
Total liabilities	566,674,570	688,851,910	1,015,452,262
Equity:			
Share capital	7,800,330	7,800,330	7,800,330
Revenue reserves	21,549,824	19,984,440	19,185,561
Other reserves	8,683,627	9,358,873	10,681,737
Total equity attributable to equity holders of the Bank	38,033,781	37,143,643	37,667,628
Total liabilities and equity	604,708,351	725,995,553	1,053,119,890

Approved by the Board of Directors on 20th March 2017

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Friedrich Philipps
Chief Country Officer

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Simon Murfin
Director

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Subhas Lallah
Director

Date: March 20, 2017



Statement of profit or loss and other comprehensive income
for the year ended 31 December 2016

	2016 USD	2015 USD	2014 USD
Interest income	4,701,139	2,840,067	2,230,730
Interest expense	(581,687)	(659,122)	(467,010)
Net interest income	4,119,452	2,180,945	1,763,720
Fee and commission income	1,090,583	1,098,877	1,085,120
Fee and commission expense	(177,039)	(191,713)	(171,594)
Net fee and commission income	913,544	907,164	913,526
Net trading income	693,273	1,049,143	878,790
Revenue	5,726,269	4,137,252	3,556,036
Other operating income	10,479,555	10,504,451	10,947,362
Total operating income	16,205,824	14,641,703	14,503,398
Personnel expenses	7,038,376	6,732,125	7,488,061
Operating lease expenses	556,876	582,762	594,606
Depreciation	490,504	492,898	493,124
Other expenses	3,057,711	2,664,559	3,084,342
	11,143,467	10,472,344	11,660,133
Profit before tax	5,062,357	4,169,359	2,843,265
Income tax expense	(151,395)	(148,535)	(188,800)
Profit for the year	4,910,962	4,020,824	2,654,465
Other comprehensive income	-	-	-
Total other comprehensive income	-	-	-
Total comprehensive income for the year (all attributable to equity shareholders)	4,910,962	4,020,824	2,654,465



Statement of changes in shareholders' equity
for the year ended 31 December 2016

	Share Capital USD	Revenue reserves USD	Other reserves		Total USD
			General Banking reserve USD	Statutory reserve USD	
Balance at 01 January 2014	7,800,330	17,266,960	1,889,524	8,056,349	35,013,163
Profit and total comprehensive income for the year	-	2,654,465	-	-	2,654,465
Transfer to general banking reserve	-	(735,864)	735,864	-	-
Balance at 31 December 2014	7,800,330	19,185,561	2,625,388	8,056,349	37,667,628
Profit and total comprehensive income for the year	-	4,020,824	-	-	4,020,824
Transfer from general banking reserve	-	1,322,864	(1,322,864)	-	-
Transaction with owners of the Bank:					
Dividend paid to equity shareholders	-	(4,544,809)	-	-	(4,544,809)
Balance at 31 December 2015	7,800,330	19,984,440	1,302,524	8,056,349	37,143,643
Profit and total comprehensive income for the year	-	4,910,962	-	-	4,910,962
Transfer from general banking reserve	-	675,246	(675,246)	-	-
Transaction with owners of the Bank:					
Dividend paid to equity shareholders	-	(4,020,824)	-	-	(4,020,824)
Balance at 31 December 2016	7,800,330	21,549,824	627,278	8,056,349	38,033,781



Statement of cash flows for the year ended 31 December 2016

	2016 USD	2015 USD	2014 USD
Profit before income tax	5,062,357	4,169,359	2,843,265
Cash flows from operating activities:			
Adjustment for separately disclosed and non-cash items:			
Income tax paid	(203,097)	(270,362)	(92,661)
Depreciation	490,504	492,898	493,124
Profit / (loss) on sale of property, plant and equipment	56	-	(36,126)
Write off of property, plant and equipment	-	-	36,244
	5,349,820	4,391,895	3,243,846
Adjustments for net change in assets and liabilities:			
Change in loans and advances to banks	(26,352,446)	49,642,126	(173,262,157)
Change in loans and advances to customers	67,524,568	132,286,364	(73,586,355)
Change in deposits from customers	(122,081,261)	(252,188,077)	178,038,891
Change in other assets	(534,383)	1,925,429	2,916,774
Change in other borrowed funds	-	(39,399,750)	38,392,735
Change in other liabilities	(44,378)	109,302	(538,637)
Net cash (used in) operating activities	(76,138,080)	(103,232,711)	(24,794,903)
Cash flows from investing activities:			
Acquisition of property, plant and equipment	(188,256)	(215,136)	(24,490)
Proceeds from sale of property, plant and equipment	-	-	36,126
Net cash (used in) investing activities	(188,256)	(215,136)	11,636
Cash flows from financing activities:			
Dividend paid	(4,020,824)	(4,544,809)	-
Net cash (used in)/from financing activities	(4,020,824)	(4,544,809)	-
Net (decrease) in cash and cash equivalents	(80,347,160)	(107,992,656)	(24,783,267)
Cash and cash equivalents at beginning of year	467,934,849	575,927,505	600,710,772
Cash and cash equivalents at end of year	387,587,689	467,934,849	575,927,505

The above information, including the independent auditors' report has been extracted from the audited financial statements for the year ended 31 December 2016. It should therefore be read in conjunction with the rest of the audited financial statements.

Independent auditors' report to the member of Deutsche Bank (Mauritius) Limited

We have audited the financial statements of Deutsche Bank (Mauritius) Limited for the year ended 31 December 2016, from which the summarised financial statements were derived, in accordance with International Standards on Auditing. In our report dated 20th March 2017 we expressed an unqualified opinion on the financial statements from which the summarised financial statements were derived. In our opinion, the accompanying summarised financial statements are consistent, in all material respects, with the financial statements from which they were derived. For a better understanding of the Bank's financial position and the financial performance and cash flows 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.

KPMG

Ebène, Mauritius

Date : March 20, 2017



KPMG's report on the complete set of financial statements reads as follows:

Independent auditors' report to the member of Deutsche Bank (Mauritius) Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Deutsche Bank (Mauritius) Limited ("the Bank"), which comprise the statement of financial position as at 31 December 2016 and the statements of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies, as set out on pages 56 to 93.

In our opinion, these financial statements give a true and fair view of the financial position of Deutsche Bank (Mauritius) Limited as at 31 December 2016 and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and in compliance with the requirements of the Mauritius Companies Act, Banking Act and Financial Reporting Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Bank in accordance with International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information obtained at the date of this auditors' report are Corporate information, the Chairperson's Statement, Chief Country Officer's Statement, Management Discussion and Analysis, Statement of Corporate Governance practices, Statement of Management's Responsibility for Financial Reporting, Secretary's Certificate and Statement of compliance. The other information does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of this auditors' report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards and in compliance with the requirements of the Mauritius Companies Act, Banking Act and Financial Reporting Act, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Bank or to cease operations, or have no realistic alternative but to do so.



Independent auditors' report to the member of Deutsche Bank (Mauritius) Limited (continued)

Report on the Audit of the Financial Statements (continued)

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Independent auditors' report to the member of Deutsche Bank (Mauritius) Limited (continued)

Report on the Audit of the Financial Statements (continued)

Other Matter

This report is made solely to the Bank's member, in accordance with Section 205 of the Mauritius Companies Act. Our audit work has been undertaken so that we might state to the Bank's member, those matters that we are required to state in an auditors' 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 member, for our audit work, for this report, or for the opinions we have formed.

Report on Other Legal and Regulatory Requirements

Mauritius Companies Act

We have no relationship with or interests in the Bank other than in our capacity as auditors.

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

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

Banking Act

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 Banking Act 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.

Financial Reporting Act

The directors are responsible for preparing the corporate governance report. Our responsibility is to report on the extent of compliance with the Code of Corporate Governance as disclosed in the financial statements and on whether the disclosure is consistent with the requirements of the Code.

In our opinion, the disclosure in the financial statements is consistent with the requirements of the Code.

KPMG
Ebène, Mauritius

John Chung, BSc, FCA
Licensed by FRC

Date: March 20, 2017