

STATE BANK OF MAURITIUS LTD

Abridged audited financial statements for the year ended 30 June 2010

The State Bank of Mauritius Ltd is pleased to submit its abridged audited financial statements for the year ended 30 June 2010.

Results

After a very good performance in FY 2009, with profit after tax, excluding dividend income, increasing by 35.3%, the Group faced a more challenging year ended 30 June 2010 (FY 2010), as gauged by a drop of 3.6% in profit excluding dividend. Taking into consideration lower dividend income received in FY 2010, overall profit declined by 8.2% to reach Rs 1,859 m (2009: Rs 2,025 m). In view of the volatile environment, an additional portfolio provision of Rs 170 m over and above the minimum level required by the Bank of Mauritius has been made in the Statement of Income. Excluding the one-off dividend income received in FY 2009 as well as the impact of this additional provisioning, net profit would, in fact, have increased by 3.6%.

The Group's performance has been affected by heightened pressures within the environment. In particular, trade volume was subdued, credit demand slowed down in line with lingering uncertainty regarding the economic outlook as a result of the global slowdown particularly in Europe, yields on treasury bills came down amidst high liquidity and credit spreads came under pressure amidst heightened competition and dampened demand. Despite the challenging operating conditions, we focused on maintaining a high-quality asset portfolio backed by an acceptable risk-reward profile and on improving our internal capabilities, as we pursued our medium term strategy.

While overall financial results are lower than last year, Group fundamentals remain solid, with liquidity and capital maintained at very comfortable levels, the cost to income ratio contained to below 40%, and the non-performing advances ratio stood at a very commendable 1.9%. Besides, we have successfully pursued our diversification strategy as gauged by the noteworthy performance of some of the strategic growth areas, setting the scene for stronger future performance. In effect, our international business continues to expand at a significant pace, with international advances increasing by 48% and now representing 32% of total advances (2008: 18%). As a result, overall advances grew by 9.8%. Volumes have also risen appreciably in respect of the cards business and assets under management, in line with our objective of promoting fee-based income.

Prospects

Economic recovery, particularly in the country's main export markets, appears sluggish while risks to the outlook have increased and are tilted on the downside. Prospects regarding large investment projects are subdued due to relatively high uncertainty. We will thus continue to pursue our strategy of revenue diversification by exploiting relatively better performing and/or underpenetrated business areas. Hence, in addition to the international business and particularly our Indian operations as well as our e-commerce platform, we will during the course of this year endeavour to make significant inroad in the SME segment.

Whereas the fragile credit environment has undoubtedly slowed down our growth momentum, it has also given us an opportunity to build a solid base internally, which will enable the Group to vigorously take advantage at the turn of the economic cycle. Indeed, our solid fundamentals, good governance and clear strategy of revenue diversification and improved customer service quality have enabled us to focus on reinforcing our internal capacity, be it people, process, technology or risk management, to benefit from an eventual upturn.

Geerja Shankar Ramdaursingh
Chairman

Alain Rey
Chairman, Audit Committee

Gautam Vir
Chief Executive

21 September 2010

SBM

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 69 which comprise the statements of financial position as at 30 June 2010 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 notes.

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. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's 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 auditor's 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 69 give a true and fair view of the financial position of the Group and of the Bank as at 30 June 2010 and of their financial performance and cash flow 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.

**Kemp Chatteris Deloitte
Chartered Accountants**

**Mike Burgess, ACA
Signing Partner**

21 September 2010

STATE BANK OF MAURITIUS LTD

STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2010

	-----Group-----			-----Bank-----		
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000
ASSETS						
Cash and cash equivalents	5,501,822	11,764,439	11,534,748	5,195,931	11,481,860	10,093,606
Trading assets	148,224	196,280	136,801	148,224	196,280	136,801
Loans to and placements with banks	-	2,766,726	464,404	-	2,766,726	464,404
Loans and advances to customers	43,731,741	39,793,808	35,185,082	43,094,855	38,062,324	33,882,993
Investment securities	24,160,809	19,011,409	14,905,859	22,552,091	17,470,368	13,265,996
Property and equipment	2,853,003	2,293,755	2,364,729	2,846,929	2,248,934	2,309,732
Intangible assets	77,373	78,988	196,070	82,189	87,307	202,388
Other assets	3,366,347	3,328,233	2,769,201	2,984,065	2,925,879	2,426,288
TOTAL ASSETS	79,839,319	79,233,638	67,556,894	76,904,284	75,239,678	62,782,208
LIABILITIES						
Deposits from banks	195,628	151,725	46,758	253,073	271,771	155,910
Deposits from customers	61,502,326	63,569,375	54,835,498	60,914,910	62,060,356	52,124,519
Trading liabilities	84,964	49,071	54,495	84,964	49,071	54,495
Other borrowed funds	2,083,289	1,057,506	366,807	2,083,289	1,129,568	505,937
Current tax liabilities	245,335	400,615	246,624	245,559	392,220	235,448
Deferred tax liabilities	178,705	133,817	199,227	178,578	133,124	198,982
Other liabilities	893,076	928,855	833,976	823,549	859,082	751,971
TOTAL LIABILITIES	65,183,323	66,290,964	56,583,385	64,583,922	64,895,192	54,027,262
SHAREHOLDERS' EQUITY						
Share capital	303,740	303,740	303,740	303,740	303,740	303,740
Retained earnings	11,514,037	10,318,964	8,941,255	9,041,522	7,760,462	6,640,520
Other reserves	2,838,219	2,319,970	1,728,514	2,975,100	2,280,284	1,810,686
Total equity attributable to equity holders of the parent	14,655,996	12,942,674	10,973,509	12,320,362	10,344,486	8,754,946
TOTAL EQUITY AND LIABILITIES	79,839,319	79,233,638	67,556,894	76,904,284	75,239,678	62,782,208

STATE BANK OF MAURITIUS LTD

STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2010 (CONT'D)

	-----Group-----			-----Bank-----		
	<u>2010</u> Rs' 000	<u>2009</u> Rs' 000	<u>2008</u> Rs' 000	<u>2010</u> Rs' 000	<u>2009</u> Rs' 000	<u>2008</u> Rs' 000
MEMORANDUM ITEMS						
Acceptances, guarantees, letters of credit, endorsements, other obligations on account of customers and spot foreign exchange contracts	5,911,337	5,307,272	5,215,439	5,831,206	5,125,241	5,050,897
Credit commitments	8,215,445	5,043,907	3,802,679	8,205,434	4,919,452	3,555,717
Inward bills held for collection	340,271	296,824	191,463	241,689	215,064	167,202
Outward bills sent for collection	243,530	160,454	322,755	232,484	149,839	302,214
	14,710,583	10,808,457	9,532,336	14,510,813	10,409,596	9,076,030

Approved by the Board of Directors and authorised for issue on 21 September 2010

Geerja Shankar Ramdaursingh
Chairman

Alain Rey
Chairman, Audit Committee

Gautam Vir
Chief Executive

STATE BANK OF MAURITIUS LTD

STATEMENTS OF INCOME FOR THE YEAR ENDED 30 JUNE 2010

	-----Group-----			-----Bank-----		
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000
Interest income	4,867,484	5,333,274	5,328,702	4,707,368	5,042,294	5,016,977
Interest expense	(2,374,327)	(2,933,336)	(3,284,535)	(2,299,239)	(2,810,846)	(3,153,611)
Net interest income	2,493,157	2,399,938	2,044,167	2,408,129	2,231,448	1,863,366
Fee and commission income	660,473	756,862	646,651	611,234	700,655	587,996
Fee and commission expense	(12,472)	(9,996)	(7,915)	(12,001)	(9,996)	(7,915)
Net fee and commission income	648,001	746,866	638,736	599,233	690,659	580,081
Dividend income	205,582	310,284	846,841	204,985	209,369	822,458
Net trading income	3,210	1,534	18,607	3,210	1,534	18,559
Other operating income	487,477	523,173	557,054	446,360	483,620	527,343
Non interest income	1,344,270	1,581,857	2,061,238	1,253,788	1,385,182	1,948,441
Operating income	3,837,427	3,981,795	4,105,405	3,661,917	3,616,630	3,811,807
Personnel expenses	(742,617)	(665,436)	(612,801)	(720,741)	(641,870)	(592,315)
Depreciation and amortisation	(166,345)	(309,858)	(298,141)	(166,455)	(295,725)	(287,188)
Other expenses	(464,414)	(447,662)	(466,574)	(422,589)	(407,604)	(435,325)
Non interest expense	(1,373,376)	(1,422,956)	(1,377,516)	(1,309,785)	(1,345,199)	(1,314,828)
Profit before net impairment loss on financial assets	2,464,051	2,558,839	2,727,889	2,352,132	2,271,431	2,496,979
Net impairment loss on financial assets	(318,425)	(278,737)	(391,900)	(248,928)	(199,138)	(235,126)
Operating profit	2,145,626	2,280,102	2,335,989	2,103,204	2,072,293	2,261,853
Share of profit of associates	66,622	64,517	61,019	-	-	-
Profit before income tax	2,212,248	2,344,619	2,397,008	2,103,204	2,072,293	2,261,853
Tax expense	(353,408)	(319,281)	(283,035)	(346,692)	(310,572)	(272,912)
Profit for the year attributable to equity holders of the parent	1,858,840	2,025,338	2,113,973	1,756,512	1,761,721	1,988,941
Earnings per share (Rs)	7.20	7.84	8.19			

STATE BANK OF MAURITIUS LTD

STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2010

	-----Group-----			-----Bank-----		
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000
Profit for the year attributable to equity holders of the parent	1,858,840	2,025,338	2,113,973	1,756,512	1,761,721	1,988,941
Other comprehensive income :						
Exchange differences on translation of foreign operations	(540)	326,609	(467,861)	27,120	56,863	(221,445)
Increase in value of available-for-sale investments	22,364	288,453	348,944	363,131	429,313	398,229
Increase in revaluation surplus of property	637,196	-	-	637,196	-	-
Deferred tax on revaluation surplus of property	(98,090)	-	-	(98,090)	-	-
Effect of change in deferred tax rate on revaluation surplus of property	-	-	(9,238)	-	-	(9,238)
Share of other comprehensive income of associates	3,545	(12,878)	14,486	-	-	-
Other comprehensive income for the year	564,475	602,184	(113,669)	929,357	486,176	167,546
Total comprehensive income attributable to equity holders of the parent	2,423,315	2,627,522	2,000,304	2,685,869	2,247,897	2,156,487

STATE BANK OF MAURITIUS LTD
STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2010

<u>Group</u>	<u>Share Capital</u>	<u>Treasury Shares</u>	<u>Reserve arising on Share Buy Back</u>	<u>Statutory Reserve</u>	<u>Revenue Reserve</u>	<u>Investment Fluctuation Reserve</u>	<u>Net Unrealised Investment Fair Value Reserve</u>	<u>Net Property Revaluation Reserve</u>	<u>Net Translation Reserve</u>	<u>Net Other Reserve</u>	<u>Total Equity</u>
	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000
At 01 July 2007	303,740	(2,333,286)	236,071	437,466	7,357,333	72,139	2,036,500	1,072,730	264,358	68,330	9,515,381
Profit for the year	-	-	-	-	2,113,973	-	-	-	-	-	2,113,973
Other comprehensive income for the year	-	-	-	-	-	-	348,944	(9,238)	(467,861)	14,486	(113,669)
Transfer to retained earnings	-	-	-	-	63,292	(37,017)	-	(26,275)	-	-	-
Transfer to statutory reserve	-	-	-	51,167	(51,167)	-	-	-	-	-	-
Dividend	-	-	-	-	(542,176)	-	-	-	-	-	(542,176)
At 30 June 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
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

STATE BANK OF MAURITIUS LTD
STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2010 (CONT'D)

					Net Unrealised				Total Equity
	Share Capital	Treasury Shares	Statutory Reserve	Revenue Reserve	Investment Fluctuation Reserve	Investment Fair Value Reserve	Net Property Revaluation Reserve	Net Translation Reserve	
Bank	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000	Rs' 000
At 01 July 2007	303,740	(2,333,286)	393,796	5,175,808	72,139	2,185,756	1,072,730	269,952	7,140,635
Profit for the year	-	-	-	1,988,941	-	-	-	-	1,988,941
Other comprehensive income for the year	-	-	-	-	-	398,229	(9,238)	(221,445)	167,546
Transfer to retained earnings	-	-	-	63,292	(37,017)	-	(26,275)	-	-
Transfer to statutory reserve	-	-	45,345	(45,345)	-	-	-	-	-
Dividend	-	-	-	(542,176)	-	-	-	-	(542,176)
At 30 June 2008	303,740	(2,333,286)	439,141	6,640,520	35,122	2,583,985	1,037,217	48,507	8,754,946
At 1 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

STATE BANK OF MAURITIUS LTD
CASH FLOW STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

	-----Group-----			-----Bank-----		
	2010 Rs' 000	2009 Rs' 000	2008 Rs' 000	2010 Rs' 000	2009 Rs' 000	2008 Rs' 000
Cash flows from operating activities						
Profit for the year	1,858,840	2,025,338	2,113,973	1,756,512	1,761,721	1,988,941
Adjustments to determine net cash flows:						
Depreciation of tangible assets	136,012	172,387	163,979	131,362	159,799	154,202
Amortisation of intangible assets	30,333	137,471	134,162	35,093	135,926	132,986
Pension expense	21,967	1,211	22,635	21,967	1,211	22,635
Net impairment loss on financial assets	318,425	278,737	391,900	248,928	199,138	235,126
Decrease in revaluation of property	6,156	-	-	6,156	-	-
Exchange difference	(47,366)	278,940	(375,803)	22,356	46,298	(168,424)
Net gain on investment securities	-	-	(93,552)	-	-	(92,785)
Net gain from dealings in trading securities	(3,210)	(1,534)	(18,607)	(3,210)	(1,534)	(18,559)
Net (gain) / loss on disposal of property and equipment	(66)	(498)	2,656	182	(398)	2,656
Tax expense	353,408	319,281	283,035	346,692	310,572	272,912
Share of profit of associate	(66,622)	(64,517)	(61,019)	-	-	-
Dividend income	(205,582)	(310,284)	(846,841)	(204,985)	(209,369)	(822,458)
Operating profit before working capital changes	2,402,295	2,836,532	1,716,518	2,361,053	2,403,364	1,707,232
Change in operating assets and liabilities						
Decrease / (increase) in trading assets	51,266	(57,945)	117,900	51,266	(57,945)	117,852
Increase in loans and advances to customers	(4,198,363)	(4,759,614)	(5,820,135)	(4,268,187)	(4,259,497)	(5,534,106)
Increase in gilt-edged investment securities	(5,057,835)	(3,515,504)	(3,590,037)	(4,954,661)	(3,775,059)	(3,427,313)
Increase in other assets	(64,423)	(546,417)	(182,545)	(81,169)	(488,284)	(97,489)
Increase / (decrease) in trading liabilities	35,893	(5,424)	(49,258)	35,893	(5,424)	(49,258)
Increase / (decrease) in deposits from banks	43,903	104,967	(46,892)	(18,698)	115,861	36,018
(Decrease) / increase in deposits from customers	(2,067,049)	8,733,877	6,360,318	(2,067,166)	9,935,837	6,141,217
Decrease / (increase) in loans to and placements with banks	2,766,726	(2,302,322)	(371,693)	2,766,726	(2,302,322)	(371,693)
(Decrease) / increase in other liabilities	(49,887)	(25,016)	313,577	(51,414)	(12,785)	290,091
Other dividend received	205,582	310,284	846,841	199,235	204,119	817,708
Income tax paid	(556,827)	(245,107)	(333,852)	(550,125)	(232,555)	(317,387)
Net cash provided by operating activities	(6,488,719)	528,311	(1,039,258)	(6,577,247)	1,525,310	(687,128)
Cash flows from / (used in) financing activities						
Increase / (decrease) in other borrowed funds	1,025,783	690,699	(615,380)	953,722	623,631	(772,532)
Dividend paid on ordinary shares	(709,993)	(658,357)	(542,176)	(709,993)	(658,357)	(542,176)
Net cash from / (used in) financing activities	315,790	32,342	(1,157,556)	243,729	(34,726)	(1,314,708)
Cash flows (used in) / from investing activities						
Acquisition of property and equipment	(94,775)	(94,912)	(132,542)	(91,337)	(92,204)	(86,655)
Acquisition of intangible assets	(30,454)	(20,564)	(26,027)	(30,454)	(21,021)	(21,561)
Disposal of property and equipment	35,948	5,745	1,421	34,935	5,645	1,421
Disposal of intangible assets	748	-	-	748	-	-
Dividend received from associate	5,750	5,250	4,750	5,750	5,250	4,750
Amalgamation with subsidiary	-	-	-	127,947	-	-
Acquisition of other equity investments	(6,905)	(226,481)	-	-	-	-
Capital injection in subsidiaries	-	-	-	-	-	(30,000)
Disposal of other equity investments	-	-	95,201	-	-	93,098
Net cash (used in) / from investing activities	(89,688)	(330,962)	(57,197)	47,589	(102,330)	(38,947)
Net change in cash and cash equivalents	(6,262,617)	229,691	(2,254,011)	(6,285,929)	1,388,254	(2,040,783)
Cash and cash equivalents at 01 July	11,764,439	11,534,748	13,788,759	11,481,860	10,093,606	12,134,389
Cash and cash equivalents at 30 June	5,501,822	11,764,439	11,534,748	5,195,931	11,481,860	10,093,606

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

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

Chandradev Appadoo
Company Secretary

21 September 2010

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 2010.