

**Independent Auditors' Report on the
Summary Financial Statements**

To the Shareholder of Republic Bank (Anguilla) Limited

Opinion

The summary financial statements, which comprise the summary statement of financial position as at September 30, 2021, the summary statement of comprehensive income, summary statement of changes in equity and summary statement of cash flows for the year then ended and related notes, are derived from the complete audited financial statements of Republic Bank (Anguilla) Limited for the year ended September 30, 2021.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, on the basis described in Note 1.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards ("IFRSs"). Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated March 31, 2022. The audited financial statements and the summary financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

Responsibilities of Management for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements in accordance with Note 1.

Auditor's Responsibilities for the Audit of the Summary Financial Statements

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.



Chartered Accountants
Castries, Saint Lucia
March 31, 2022.

**SUMMARY STATEMENT OF
FINANCIAL POSITION**

As at September 30, 2021

Expressed in thousands of Eastern Caribbean dollars (\$'000)

	Sep 30, 2021	Sep 30, 2020
	\$'000	\$'000
Assets		
Cash on hand	5,480	8,394
Statutory deposits with Central Bank	25,825	59,616
Due from banks	220,777	123,202
Treasury Bills	4,916	–
Investment interest receivable	224	–
Advances	196,374	186,790
Investment securities	111,168	161,506
Premises and equipment	420	472
Right-of-use assets	1,371	1,707
Other assets	2,687	2,343
Total Assets	569,242	544,030
Liabilities		
Due to banks	98,733	49,716
Customers' current, savings and deposit accounts	426,373	452,500
Lease liabilities	1,451	1,753
Accrued interest payable	170	693
Other liabilities	3,684	6,591
Total Liabilities	530,411	511,253
Equity		
Stated capital	28,620	28,620
General reserves	2,048	831
Retained earnings	8,163	3,326
Total Equity	38,831	32,777
Total Liabilities & Equity	569,242	544,030

These summary financial statements were approved by the Board of Directors on
March 31, 2022 and signed on its behalf by:



Derwin Howell, Chairman



Michelle Palmer-Keizer, Director



Janelle Bernard, Corporate Secretary

**SUMMARY STATEMENT OF
COMPREHENSIVE INCOME**

For The Year Ended September 30, 2021

Expressed in thousands of Eastern Caribbean dollars (\$'000)

	Sep 30, 2021 \$'000	Eleven Months Ended Sep 30, 2020 \$'000
Interest income	14,590	13,517
Interest expense	(2,481)	(2,751)
Net interest income	12,109	10,766
Other income	7,420	5,223
	19,529	15,989
Operating expenses	(12,425)	(10,688)
Operating profit	7,104	5,301
Credit loss expense on financial assets	(1,051)	(1,144)
Net profit	6,053	4,157
Total Comprehensive Income for the year	6,053	4,157

**SUMMARY STATEMENT OF CHANGES
IN EQUITY**

For The Year Ended September 30, 2021

Expressed in thousands of Eastern Caribbean dollars (\$'000)

	Stated Capital \$'000	Statutory Reserves \$'000	Other Reserves \$'000	Retained Earnings \$'000	Total Equity \$'000
Balance at October 31, 2019	28,620	–	–	(1,632)	26,988
Total comprehensive income for the year	–	–	–	4,157	4,157
Transfer to statutory reserves	–	831	–	(831)	–
Other	–	–	–	1,632	1,632
Balance at September 30, 2020	<u>28,620</u>	<u>831</u>	<u>–</u>	<u>3,326</u>	<u>32,777</u>
Balance at September 30, 2020	28,620	831	–	3,326	32,778
Total comprehensive income for the year	–	–	–	6,053	6,053
Transfer to statutory reserves	–	1,217	–	(1,217)	–
Balance at September 30, 2021	<u>28,620</u>	<u>2,048</u>	<u>–</u>	<u>8,163</u>	<u>38,831</u>

SUMMARY STATEMENT OF CASH FLOWS

The Year Ended September 30, 2021

Expressed in thousands of Eastern Caribbean dollars (\$'000)

	Sep 30, 2021 \$'000	Eleven Months Ended Sep 30, 2020 \$'000
Operating activities		
Net profit	6,053	4,157
Adjustments for:		
Depreciation of premises and equipment and right-of-use assets	437	395
Credit loss expense on financial assets	1,051	1,144
Loss on sale of premises and equipment	25	–
(Increase) in advances	(10,392)	(2,127)
(Decrease) in customers' deposits current, savings and deposit accounts	(26,127)	(5,931)
Decrease/(increase) in statutory deposits with Eastern Caribbean Central Bank	33,791	(4,064)
Increase in other assets and investment interest receivable	(568)	(2,281)
(Decrease)/increase in other liabilities and accrued interest payable	(3,430)	3,354
Cash from (used in) operating activities	840	(5,353)
Investing activities		
Purchase of investment securities	(211,662)	(161,816)
Redemption of investment securities	256,841	–
Additions to premises and equipment	(74)	–
Cash from/(used in) investing activities	45,105	(161,816)
Financing activities		
Increase in balances due to banks	49,017	43,119
Repayment of lease liabilities	(302)	(261)
Pre-Acquisition transfer	–	1,632
Cash from financing activities	48,715	44,490
Net increase/(decrease) in cash and cash equivalents	94,660	(122,679)
Cash and cash equivalents at beginning of period	131,597	254,276
Cash and cash equivalents at end of period	226,257	131,597
Cash and cash equivalents at end of period are represented by:		
Cash on hand	5,480	8,394
Due from banks	220,777	123,202
	<u>226,257</u>	<u>131,596</u>
Supplemental information:		
Interest received during the year	9,040	8,737
Interest paid during the year	(3,004)	(2,738)

Note 1. Basis of presentation

The summary financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary statement of financial position, summary statement of comprehensive income, summary statement of changes in equity and summary statement of cash flows. These summary financial statements are derived from the audited financial statements of Republic Bank (Anguilla) Limited for the year ended September 30, 2021.

These summary financial statements have been prepared in accordance with the accounting policies set out in "Note 2" of the September 30, 2021 audited financial statements. New Accounting Standards or interpretations which became effective in this financial year have had no material impact on the Bank. The areas of critical accounting estimates and judgments as disclosed in "Note 2" of the September 30, 2021 audited financial statements, have also remained unchanged.