



CHAIRMAN'S STATEMENT

Dear Stockholder,

Your Bank recorded an after-tax profit of \$1,541 million for the nine month period ended June 30, 2012. This represents an increase of \$37 million or 2.46%, when compared with the corresponding period last year. Total assets increased by \$7.3 million or 7.06%, while total deposits increased by \$6.5 million or 7.13%, year-on-year.

As we move forward in the final quarter of fiscal 2012, we remain focused on our objectives of maintaining good asset quality and employing sound and sustainable management practices.

David J. Dulal-Whiteway  
Chairman of the Board

July 16, 2012

**Republic Bank (Guyana) Limited**  
**Statement of Financial Position**

All amounts expressed in millions of Guyana dollars

|   | UNAUDITED<br>Jun-30-12 | UNAUDITED<br>Jun-30-11 | AUDITED<br>Sept-30-11 |
|---|------------------------|------------------------|-----------------------|
| <b>ASSETS</b>                                       |                        |                        |                       |
| Cash resources                                      | 11,644                 | 8,797                  | 5,255                 |
| Statutory deposit with Bank of Guyana               | 11,566                 | 11,179                 | 11,138                |
| Investment securities                               | 45,157                 | 46,513                 | 47,712                |
| Advances  | 36,220                 | 30,993                 | 32,814                |
| Other assets  | 2,079                  | 2,238                  | 1,981                 |
| Premises and equipment                              | 5,192                  | 4,763                  | 4,976                 |
| <b>TOTAL ASSETS</b>                                 | <b>111,858</b>         | <b>104,483</b>         | <b>103,876</b>        |
| <b>LIABILITIES &amp; STOCKHOLDERS' EQUITY</b>       |                        |                        |                       |
| <b>LIABILITIES</b>                                  |                        |                        |                       |
| Customers' current, savings and deposit accounts    | 98,933                 | 92,348                 | 91,872                |
| Due to banks  | 121                    | 151                    | 137                   |
| Net pension liability                               | 256                    | 237                    | 256                   |
| Other liabilities                                   | 2,240                  | 2,425                  | 1,972                 |
| <b>TOTAL LIABILITIES</b>                            | <b>101,550</b>         | <b>95,161</b>          | <b>94,237</b>         |
| <b>STOCKHOLDERS' EQUITY</b>                         |                        |                        |                       |
| Stated capital                                      | 300                    | 300                    | 300                   |
| Statutory reserves                                  | 300                    | 300                    | 300                   |
| Other reserves                                      | 1,138                  | 838                    | 1,114                 |
| Retained earnings                                   | 8,570                  | 7,884                  | 7,925                 |
|   | 10,308                 | 9,322                  | 9,639                 |
| <b>TOTAL LIABILITIES &amp; STOCKHOLDERS' EQUITY</b> | <b>111,858</b>         | <b>104,483</b>         | <b>103,876</b>        |

John N. Alves, Managing Director

Christine McGowan, Corporate Secretary

Roy E. Cheong, Director, Chairman of Audit Committee

**Republic Bank (Guyana) Limited**  
**Statement of Income**

All amounts expressed in millions of Guyana dollars

|   | UNAUDITED<br>THREE MONTHS<br>ENDED<br>Jun-30-12 | UNAUDITED<br>THREE MONTHS<br>ENDED<br>Jun-30-11 | UNAUDITED<br>NINE MONTHS<br>ENDED<br>Jun-30-12 | UNAUDITED<br>NINE MONTHS<br>ENDED<br>Jun-30-11 | AUDITED<br>YEAR<br>ENDED<br>Sept-30-11 |
|---|---|---|--|--|--|
| Net interest income                             | 1,153   | 1,146   | 3,478  | 3,522  | 4,774                                  |
| Other income                                    | 564   | 466   | 1,553  | 1,397  | 1,793                                  |
|   | 1,717   | 1,612   | 5,031  | 4,919  | 6,567                                  |
| Loan impairment expense                         | 34  | 225   | 113  | 231  | 175                                    |
| Operating expenses                              | 842   | 751   | 2,468  | 2,329  | 3,217                                  |
| <b>Profit before tax</b>                        | <b>841</b>                                      | <b>636</b>                                      | <b>2,449</b>                                   | <b>2,359</b>                                   | <b>3,175</b>                           |
| Tax   | 295   | 237   | 909  | 855  | 1,247                                  |
| <b>Net profit after tax</b>                     | <b>546</b>                                      | <b>399</b>                                      | <b>1,541</b>                                   | <b>1,504</b>                                   | <b>1,928</b>                           |
| <b>Earnings per stock unit (G\$)</b>            | <b>1.82</b>                                     | <b>1.33</b>                                     | <b>5.14</b>                                    | <b>5.01</b>                                    | <b>6.43</b>                            |
| <b>Average number of stock units ('000,000)</b> | <b>300</b>                                      | <b>300</b>                                      | <b>300</b>                                     | <b>300</b>                                     | <b>300</b>                             |



**Republic Bank (Guyana) Limited**  
**Statement of Comprehensive Income**

All amounts expressed in millions of Guyana dollars

|  | UNAUDITED<br>THREE MONTHS<br>ENDED<br>Jun-30-12 | UNAUDITED<br>THREE MONTHS<br>ENDED<br>Jun-30-11 | UNAUDITED<br>NINE MONTHS<br>ENDED<br>Jun-30-12 | UNAUDITED<br>NINE MONTHS<br>ENDED<br>Jun-30-11 | AUDITED<br>YEAR<br>ENDED<br>Sept-30-11 |
|--|---|---|--|--|--|
| <b>Net profit after tax</b>                                  | <b>546</b>                                      | <b>399</b>                                      | <b>1,541</b>                                   | <b>1,504</b>                                   | <b>1,928</b>                           |
| Net gains/(losses) on available-for-sale investments         | (29)  | 72  | (36)   | 7  | (172)                                  |
| Tax relating to components of other comprehensive income     | 11  | (33)  | 14   | (3)  | 69                                     |
| <b>Other Comprehensive income for the period, net of tax</b> | <b>(18)</b>                                     | <b>39</b>                                       | <b>(22)</b>                                    | <b>4</b>                                       | <b>(103)</b>                           |
| <b>Total Comprehensive Income for the period, net of tax</b> | <b>528</b>                                      | <b>438</b>                                      | <b>1,519</b>                                   | <b>1,508</b>                                   | <b>1,825</b>                           |

**Republic Bank (Guyana) Limited**  
**Statement of Cash Flows**

All amounts expressed in millions of Guyana dollars

|  | UNAUDITED<br>NINE MONTHS<br>ENDED<br>Jun-30-12 | UNAUDITED<br>NINE MONTHS<br>ENDED<br>Jun-30-11 | AUDITED<br>YEAR<br>ENDED<br>Sept-30-11 |
|--|--|--|--|
| <b>Operating Activities</b>                            |  |  |  |
| Profit before taxation                                 | 2,449  | 2,359  | 3,175                                  |
| Adjustments for non-cash items                         | 340  | 463  | 495                                    |
| Increase in operating assets                           | (4,036)  | (3,816)  | (5,369)                                |
| Increase in operating liabilities                      | 7,237  | 8,196  | 7,412                                  |
| Corporation taxes paid                                 | (820)  | (1,225)  | (1,562)                                |
| <b>Cash provided by operating activities</b>           | <b>5,171</b>                                   | <b>5,977</b>                                   | <b>4,151</b>                           |
| <b>Investing Activities</b>                            |  |  |  |
| Net (increase)/decrease in investments                 | 2,360  | (2,246)  | (3,692)                                |
| Additions to premises and equipment                    | (327)  | (482)  | (783)                                  |
| Proceeds from sale of premises and equipment           | 53   | 2  | 3                                      |
| <b>Cash provided by/(used in) investing activities</b> | <b>2,086</b>                                   | <b>(2,726)</b>                                 | <b>(4,472)</b>                         |
| <b>Financing Activities</b>                            |  |  |  |
| Decrease in balances due to other banks                | (18)   | (9)  | (13)                                   |
| Dividends paid   | (850)  | (850)  | (850)                                  |
| <b>Cash used in financing activities</b>               | <b>(868)</b>                                   | <b>(859)</b>                                   | <b>(863)</b>                           |
| <b>Net increase/(decrease) in cash resources</b>       | <b>6,389</b>                                   | <b>2,362</b>                                   | <b>(1,184)</b>                         |
| Cash and cash equivalents at beginning of period/year  | 5,255  | 6,435  | 6,439                                  |
| <b>Cash and cash equivalents at end of period/year</b> | <b>11,644</b>                                  | <b>8,797</b>                                   | <b>5,255</b>                           |
| <b>Supplemental Information:</b>                       |  |  |  |
| Interest received during the period/year               | 4,073  | 4,209  | 5,677                                  |
| Interest paid during the period/year                   | 584  | 608  | 899                                    |
| Dividends received                                     | 6  | 6  | 6                                      |

**Republic Bank (Guyana) Limited**  
**Statement of Changes in Equity**

All amounts expressed in millions of Guyana dollars

|   | Stated<br>Capital | Statutory<br>Reserves | Other<br>Reserves | Retained<br>Earnings | Total<br>Equity |
|---|-------------------|-----------------------|-------------------|----------------------|-----------------|
| <b>Unaudited</b>                          |                   |                       |                   |                      |                 |
| <b>Nine months ended June 30, 2012</b>    |                   |                       |                   |                      |                 |
| <b>Balance at October 1, 2011</b>         | <b>300</b>        | <b>300</b>            | <b>1,114</b>      | <b>7,925</b>         | <b>9,639</b>    |
| Total comprehensive income for the period | -                 | -                     | (22)              | 1,541                | 1,519           |
| Transfer to general banking risk reserve  | -                 | -                     | 46                | (46)                 | -               |
| Dividends                                 | -                 | -                     | -                 | (850)                | (850)           |
| <b>Balance at June 30, 2012</b>           | <b>300</b>        | <b>300</b>            | <b>1,138</b>      | <b>8,570</b>         | <b>10,308</b>   |
| <b>Unaudited</b>                          |                   |                       |                   |                      |                 |
| <b>Nine months ended June 30, 2011</b>    |                   |                       |                   |                      |                 |
| <b>Balance at October 1, 2010</b>         | <b>300</b>        | <b>300</b>            | <b>528</b>        | <b>7,536</b>         | <b>8,664</b>    |
| Total comprehensive income for the period | -                 | -                     | 4                 | 1,504                | 1,508           |
| Transfer to general banking risk reserve  | -                 | -                     | 306               | (306)                | -               |
| Dividends                                 | -                 | -                     | -                 | (850)                | (850)           |
| <b>Balance at June 30, 2011</b>           | <b>300</b>        | <b>300</b>            | <b>838</b>        | <b>7,884</b>         | <b>9,322</b>    |
| <b>Audited</b>                            |                   |                       |                   |                      |                 |
| <b>Year ended September 30, 2011</b>      |                   |                       |                   |                      |                 |
| <b>Balance at October 1, 2010</b>         | <b>300</b>        | <b>300</b>            | <b>528</b>        | <b>7,536</b>         | <b>8,664</b>    |
| Total comprehensive income for the period | -                 | -                     | (103)             | 1,928                | 1,825           |
| Transfer to general banking risk reserve  | -                 | -                     | 689               | (689)                | -               |
| Dividends                                 | -                 | -                     | -                 | (850)                | (850)           |
| <b>Balance at September 30, 2011</b>      | <b>300</b>        | <b>300</b>            | <b>1,114</b>      | <b>7,925</b>         | <b>9,639</b>    |

**Republic Bank (Guyana) Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

All amounts expressed in millions of Guyana dollars

**1. Corporate information**

The Bank was incorporated in the Co-operative Republic of Guyana on November 20, 1984 as a limited liability company under the Companies Act, Chapter 89:01 and continued under the Companies Act 1991 on May 16, 1997 and is licensed as Bankers under the Financial Institutions Act 1995.

The Bank was registered as a reporting issuer under the Securities Industry Act 1998 on April 7, 2003. It was designated as an approved mortgage finance company by the Minister of Finance on September 2, 2003 in accordance with section 15 of the Income Tax Act.

Banking operations began on February 16, 1837 by the British Guiana Bank which had been incorporated on November 11, 1836. On November 17, 1913 operations were sold to The Royal Bank of Canada. Assets and Liabilities of the Guyana operations of The Royal Bank of Canada were acquired by the Government of Guyana on November 29, 1984 and vested in the National Bank of Industry and Commerce Limited on December 1, 1984. In October 1997 the Bank became a subsidiary of Republic Bank Limited of Trinidad and Tobago and subsequently changed its name to Republic Bank (Guyana) Limited on June 5, 2006. As at June 30, 2012 the stockholdings of Republic Bank Limited in the Bank was 51%. The CL Financial Group holds through its various subsidiaries 51.4% of the shares of Republic Bank Limited.

On January 31, 2009, Central Bank of Trinidad & Tobago issued a Notification pursuant to sections 44D and 44E of the Central Bank Act, Chap. 79:02 that the Central Bank of Trinidad & Tobago assumed control of the affairs of CLICO Investment Bank (CIB). Further, on February 13, 2009, the Central Bank of Trinidad & Tobago issued a Notification pursuant to sections 44D and 44E of the Central Bank Act, Chap. 79:02 that the Central Bank of Trinidad & Tobago assumed control of the affairs of Colonial Life Insurance Company (Trinidad) Limited (CLICO). These two companies are part of the CL Financial Group.

In accordance with the provisions of both Notifications, the Central Bank of Trinidad & Tobago has the power to deal with the assets of the Companies, including the Republic Bank Limited shares. The Central Bank of Trinidad & Tobago will not receive any benefit financial or otherwise from the exercise of its powers under the Central Bank Act. As at June 30, 2012, the combined shareholding of Republic Bank Limited for CLICO and CIB is 51.1%.

For the purpose of these financial statements, the related party note has not been amended to reflect the Central Bank control and has been prepared in a manner consistent with previous publications.

**2. Basis of preparation**

This interim financial report for the period ended June 30, 2012 has been prepared in accordance with IAS 34, 'Interim Financial Reporting' and should be used in conjunction with the annual financial statements for the year ended September 30, 2011.

**3. Significant accounting policies**

The accounting policies adopted in the preparation of the interim financial statements are consistent with those followed in the preparation of the Bank's audited financial statements for the year ended September 30, 2011.



**Republic Bank (Guyana) Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

Expressed in millions of Guyana dollars

**4. Capital commitments**

|  | UNAUDITED<br>Jun-30-12 | UNAUDITED<br>Jun-30-11 | AUDITED<br>Sept-30-11 |
|--|------------------------|------------------------|-----------------------|
| Contracts for outstanding capital expenditure not provided for in the financial statements | 1,494                  | 751                    | 952                   |
| Other capital expenditure authorised by the Directors but not yet contracted for           | 166                    | 25                     | 161                   |

**5. Related parties**

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operating decisions. A number of banking transactions are entered into with related parties in the normal course of business. These transactions were carried out on commercial terms and conditions, at market rates.

|  | UNAUDITED<br>Jun-30-12 | UNAUDITED<br>Jun-30-11 | AUDITED<br>Sept-30-11 |
|--|------------------------|------------------------|-----------------------|
| <b>Outstanding balances</b>                    |                        |                        |                       |
| <b>Loans, investments and other assets</b>     |                        |                        |                       |
| Republic Bank Limited (Parent)                 | -                      | -                      | 17                    |
| Fellow subsidiaries                            | -                      | -                      | 1                     |
| Directors and key management personnel         | 54                     | 46                     | 44                    |
| Other related parties                          | 431                    | 531                    | 872                   |
|  | 485                    | 577                    | 934                   |
| Provision for amounts due from related parties | -                      | -                      | -                     |

**Deposits and other liabilities**

|  |       |       |       |
|--|-------|-------|-------|
| CL Financial Group                     | 10    | 269   | 234   |
| Republic Bank Limited (Parent)         | 1,003 | 495   | 506   |
| Fellow subsidiaries                    | 7     | 13    | 12    |
| Directors and key management personnel | 112   | 98    | 96    |
| Other related parties                  | 1,190 | 840   | 985   |
|  | 2,322 | 1,715 | 1,833 |

**Interest and other income**

|  |    |    |    |
|--|----|----|----|
| Directors and key management personnel | 1  | 1  | 2  |
| Other related parties                  | 13 | 18 | 22 |
|  | 14 | 19 | 24 |

**Interest and other expense**

|  |    |    |    |
|--|----|----|----|
| CL Financial Group                     | -  | 1  | -  |
| Republic Bank Limited (Parent)         | 55 | 49 | 66 |
| Directors and key management personnel | 2  | 2  | 2  |
| Other related parties                  | 7  | 9  | 12 |
|  | 64 | 61 | 80 |

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Bank.

**Key management compensation**

|                     |    |    |    |
|---------------------|----|----|----|
| Short term benefits | 52 | 53 | 66 |
|                     | 52 | 53 | 66 |

**Republic Bank (Guyana) Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

Expressed in millions of Guyana dollars

**6. Segment reporting**

|  | Guyana | Trinidad and Tobago | Other Countries | Total |
|--|--------|---------------------|-----------------|-------|
| <b>Unaudited</b>                       |        |                     |                 |       |
| <b>Nine months ended June 30, 2012</b> |        |                     |                 |       |
| Interest income and other income       | 5,581  | 16                  | 91              | 5,688 |
| <b>Unaudited</b>                       |        |                     |                 |       |
| <b>Nine months ended June 30, 2011</b> |        |                     |                 |       |
| Interest income and other income       | 5,471  | 16                  | 108             | 5,595 |
| <b>Audited</b>                         |        |                     |                 |       |
| <b>Year ended September 30, 2011</b>   |        |                     |                 |       |
| Interest income and other income       | 7,297  | 21                  | 139             | 7,457 |

**7. Contingent liabilities**

a) As at June 30, 2012 there were certain legal proceedings outstanding against the Bank. No provision has been made as professional advice indicates that it is unlikely that any significant loss will arise, or that it would be premature at this stage of the actions to determine that eventuality.

**b) Customers' liabilities under acceptances, guarantees, indemnities and letters of credit**

|                   | UNAUDITED<br>Jun-30-12 | UNAUDITED<br>Jun-30-11 | AUDITED<br>Sept-30-11 |
|-------------------|------------------------|------------------------|-----------------------|
| Acceptances       | 6                      | -                      | 5                     |
| Guarantees        | 1,498                  | 1,430                  | 1,476                 |
| Letters of Credit | 187                    | 173                    | 569                   |
|                   | 1,691                  | 1,603                  | 2,050                 |

**Sectoral Information**

|                          |       |       |       |
|--------------------------|-------|-------|-------|
| State                    | 674   | 654   | 1,092 |
| Corporate and commercial | 990   | 935   | 934   |
| Personal                 | 17    | 4     | 24    |
| Other                    | 10    | 10    | -     |
|                          | 1,691 | 1,603 | 2,050 |

**8. Interest of directors and executives and of their associates**

Of these categories, the following persons held stock units in the Bank, all of which were held beneficially:

| Names                 | Jun-30-12             | Jun-30-11             | September 30, 2011    |
|-----------------------|-----------------------|-----------------------|-----------------------|
| Mr. John G. Carpenter | 150,000 stock units * | 150,000 stock units * | 150,000 stock units * |
| Mr. Roy E. Cheong     | 87,000 stock units ** | 87,000 stock units ** | 87,000 stock units ** |
| Mr. John N. Alves     | 75,000 stock units *  | 75,000 stock units *  | 75,000 stock units *  |
| Mrs. Yolande M. Foo   | 315,000 stock units*  | 315,000 stock units*  | 315,000 stock units*  |

\* (held jointly with an associate(s))

\*\* (75,000 held jointly with an associate, and 12,000 held by an associate)

