



**CHAIRMAN'S STATEMENT**

Dear Stockholder,

I wish to report that your Bank recorded an after-tax profit of \$673 million for the quarter ended December 31, 2014. This represents an increase of \$4 million when compared with the quarter ended December 31, 2013. Total assets decreased by \$1.8 billion or 1.4%, while total deposits decreased by \$3.1 billion or 2.6% year-on-year.

As we move forward in the remaining quarters of fiscal 2015, we will continue to explore the various opportunities that present themselves, and remain optimistic that our objectives for the year will be achieved.

Nigel M. Baptiste  
Chairman of the Board  
January 19, 2015

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

Expressed in millions of Guyana dollars

	UNAUDITED Dec-31-14	RESTATED UNAUDITED Dec-31-13	AUDITED Sept-30-14
<b>ASSETS</b>			
Cash resources	11,281	9,536	10,089
Statutory deposit with Bank of Guyana	13,370	14,473	12,901
Investment securities	47,504	55,198	47,134
Advances	53,137	48,717	50,497
Other assets	2,897	2,493	2,542
Premises and equipment	5,688	5,275	5,677
Intangible assets	150	179	147
<b>TOTAL ASSETS</b>	<b>134,027</b>	<b>135,871</b>	<b>128,987</b>
<b>LIABILITIES &amp; STOCKHOLDERS' EQUITY</b>			
<b>LIABILITIES</b>			
Customers' chequing, savings and deposit accounts	116,799	119,932	112,552
Due to banks	218	186	214
Pension liability	157	136	157
Other liabilities	3,369	3,378	2,501
<b>TOTAL LIABILITIES</b>	<b>120,543</b>	<b>123,632</b>	<b>115,424</b>
<b>STOCKHOLDERS' EQUITY</b>			
Stated capital	300	300	300
Statutory reserves	300	300	300
Other reserves	2,711	1,782	2,602
Retained earnings	10,173	9,857	10,361
	13,484	12,239	13,563
<b>TOTAL LIABILITIES &amp; STOCKHOLDERS' EQUITY</b>	<b>134,027</b>	<b>135,871</b>	<b>128,987</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**

Expressed in millions of Guyana dollars

	UNAUDITED THREE MONTHS ENDED Dec-31-14	UNAUDITED THREE MONTHS ENDED Dec-31-13	UNAUDITED TWELVE MONTHS ENDED Dec-31-14	UNAUDITED TWELVE MONTHS ENDED Dec-31-13	AUDITED YEAR ENDED Sept-30-14
Net interest income	1,551	1,467	6,232	5,559	6,148
Other income	616	659	2,088	2,417	2,131
Operating income	2,167	2,126	8,320	7,976	8,279
Loan impairment expense	(109)	(141)	(625)	(367)	(657)
Operating expenses	(1,042)	(997)	(4,044)	(3,781)	(3,999)
<b>Profit before tax</b>	<b>1,016</b>	<b>988</b>	<b>3,651</b>	<b>3,828</b>	<b>3,623</b>
Tax	(343)	(319)	(1,308)	(1,377)	(1,284)
<b>Net profit after tax</b>	<b>673</b>	<b>669</b>	<b>2,343</b>	<b>2,451</b>	<b>2,339</b>
<b>Earnings per stock unit (G\$)</b>	<b>2.24</b>	<b>2.23</b>	<b>7.81</b>	<b>8.17</b>	<b>7.80</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

Expressed in millions of Guyana dollars

	UNAUDITED THREE MONTHS ENDED Dec-31-14	UNAUDITED THREE MONTHS ENDED Dec-31-13	AUDITED YEAR ENDED Sept-30-14
<b>Net profit after tax</b>	<b>673</b>	<b>669</b>	<b>2,339</b>
Other comprehensive income (net of tax) that may be reclassified to profit and loss in subsequent periods or have been transferred to profit and loss in the current period:			
<b>Net gains/(losses) on available-for-sale investments</b>	(52)	20	29
Other comprehensive income (net of tax) that will not be reclassified to profit and loss in subsequent periods:			
<b>Re-measurement losses on defined benefit plans</b>	-	-	(25)
<b>Total Comprehensive Income for the period, net of tax</b>	<b>621</b>	<b>689</b>	<b>2,343</b>

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

Expressed in millions of Guyana dollars

	UNAUDITED THREE MONTHS ENDED Dec-31-14	UNAUDITED THREE MONTHS ENDED Dec-31-13	AUDITED YEAR ENDED Sept-30-14
<b>Operating Activities</b>			
Profit before taxation	1,016	988	3,623
Adjustments for non-cash items	117	242	1,078
Increase in operating assets	(3,560)	(2,910)	(3,144)
(Decrease)/ increase in operating liabilities	5,049	3,264	(4,761)
Corporation taxes paid	(256)	(307)	(1,404)
<b>Cash (used in)/ from operating activities</b>	<b>2,366</b>	<b>1,277</b>	<b>(4,608)</b>
<b>Investing Activities</b>			
Net increase in investments	(370)	(9,803)	(2,180)
Additions to premises and equipment	(108)	(123)	(1,017)
Proceeds from sale of premises and equipment	-	-	10
<b>Cash used in investing activities</b>	<b>(478)</b>	<b>(9,926)</b>	<b>(3,187)</b>
<b>Financing Activities</b>			
Increase/(decrease) in balances due to other banks	4	(4)	25
Dividends paid	(700)	(700)	(1,030)
<b>Cash used in financing activities</b>	<b>(696)</b>	<b>(704)</b>	<b>(1,005)</b>
<b>Net (decrease)/ increase in cash resources</b>	<b>1,192</b>	<b>(9,353)</b>	<b>(8,800)</b>
Cash and cash equivalents at beginning of period/year	10,089	18,889	18,889
<b>Cash and cash equivalents at end of period/year</b>	<b>11,281</b>	<b>9,536</b>	<b>10,089</b>
<b>Supplemental Information:</b>			
Interest received during the period/year	2,141	1,181	7,006
Interest paid during the period/year	101	125	680
Dividends received	-	-	8

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

Expressed in millions of Guyana dollars

	Stated Capital	Statutory Reserves	Other Reserves	Retained Earnings	Total Equity
<b>Unaudited</b>					
Three months ended December 31, 2014					
<b>Balance at October 1, 2014</b>	<b>300</b>	<b>300</b>	<b>2,602</b>	<b>10,361</b>	<b>13,563</b>
Total comprehensive income for the period	-	-	(52)	673	621
Transfer to general banking risk reserve	-	-	161	(161)	-
Dividends	-	-	-	(700)	(700)
<b>Balance at December 31, 2014</b>	<b>300</b>	<b>300</b>	<b>2,711</b>	<b>10,173</b>	<b>13,484</b>
<b>Restated</b>					
<b>Unaudited</b>					
Three months ended December 31, 2013					
<b>Balance at October 1, 2013</b>	<b>300</b>	<b>300</b>	<b>1,231</b>	<b>10,419</b>	<b>12,250</b>
Total comprehensive income for the period	-	-	20	669	689
Transfer to general banking risk reserve	-	-	531	(531)	-
Dividends	-	-	-	(700)	(700)
<b>Balance at December 31, 2013</b>	<b>300</b>	<b>300</b>	<b>1,782</b>	<b>9,857</b>	<b>12,239</b>
<b>Audited</b>					
Year ended September 30, 2014					
<b>Balance at October 1, 2013</b>	<b>300</b>	<b>300</b>	<b>1,231</b>	<b>10,419</b>	<b>12,250</b>
Total comprehensive income for the year	-	-	29	2,314	2,343
Transfer to general banking risk reserve	-	-	1,342	(1,342)	-
Dividends	-	-	-	(1,030)	(1,030)
<b>Balance at September 30, 2014</b>	<b>300</b>	<b>300</b>	<b>2,602</b>	<b>10,361</b>	<b>13,563</b>

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

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 December 31, 2014 the stockholdings of Republic Bank Limited in the Bank was 51.1%.

Until October 31, 2012, the CL Financial Group held through its various subsidiaries, 51.4% of the shares of Republic Bank Limited, of which Colonial Life Insurance Company (Trinidad) Limited (CLICO) and CLICO Investment Bank Limited (CIB) combined, held 51.1%.

CLICO Investment Bank Limited (CIB) which owned together with its subsidiary First Company Limited, 18.3% of the shareholding of Republic Bank Limited was on October 17, 2011 ordered by the High Court to be wound up and the Deposit Insurance Company appointed liquidator. Accordingly this 18.3% shareholding is under the control of the Deposit Insurance Company.

On November 1, 2012, 24.8% of Republic Bank Limited shares formerly owned by CLICO was transferred into an investment fund launched by the Government of the Republic of Trinidad and Tobago and called the CLICO Investment Fund (the Fund). The Trustee of the Fund is the CLICO Trust Corporation Limited which holds the 24.8% shareholding in Republic Bank Limited in trust solely for the benefit of subscribing Unit holders of the Fund. The Fund is as a consequence the largest shareholder in Republic Bank Limited.

Effective November 1, 2012, the CL Financial Group is no longer considered a related party of Republic Bank Limited.

### 2. Basis of preparation

This interim financial report for the period ended December 31, 2014 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, 2014.

### 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, 2014.



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

Expressed in millions of Guyana dollars

**4. Capital commitments**

	UNAUDITED Dec-31-14	UNAUDITED Dec-31-13	AUDITED Sept-30-14
Contracts for outstanding capital expenditure not provided for in the financial statements	462	807	1,093
Other capital expenditure authorised by the Directors but not yet contracted for	68	110	-

**5. General Banking Risk Reserve**

Specific provisions are made for non-performing advances based on the difference between the loan balances and the discounted realisable value of collateral held. These provisions are charged through the statement of income.

A General Banking Risk Reserve is created as an appropriation of retained earnings, for the difference between the specific provision and non-performing advances. When the collateral is realised, the reserve is released back to retained earnings. The General Banking Risk Reserve serves to enhance the Bank's non-distributable capital base. As at December 31, 2014, the balance in the General Banking Risk Reserve was \$2,737 million.

**6. 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 Dec-31-14	UNAUDITED Dec-31-13	AUDITED Sept-30-14
<b>Outstanding balances</b>			
<b>Loans, investments and other assets</b>			
Republic Bank Limited	25	-	164
Fellow subsidiaries	1	2	1
Directors and key management personnel	58	66	63
Other related parties	236	327	294
	320	395	522

No provisions have been made against amounts due from related parties.

**Deposits and other liabilities**

Republic Bank Limited	1,049	590	738
Fellow subsidiaries	13	12	22
Directors and key management personnel	166	133	180
Other related parties	1,299	1,535	1,291
	2,527	2,270	2,231

**Interest and other income**

Directors and key management personnel	1	1	3
Other related parties	4	7	20
	5	8	23

**Interest and other expense**

Republic Bank Limited	28	30	91
Directors and key management personnel	1	1	2
Other related parties	2	3	7
	31	34	100

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	31	31	82
	31	31	82

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

Expressed in millions of Guyana dollars

**7. Segment reporting**

a) Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker is the person or group that allocates resources to and assesses the performance of the operating segments of the entity. The Bank has determined the Managing Director as its chief operating decision-maker.

Management considers its banking operation to be a single business unit. All business is conducted in Guyana with the exception of certain investment activities.

	Guyana	Trinidad and Tobago	Other Countries	Total
<b>b) Unaudited</b>				
<b>Three months ended December 31, 2014</b>				
Interest income and other income	2,275	15	22	2,312
<b>Unaudited</b>				
<b>Three months ended December 31, 2013</b>				
Interest income and other income	2,255	16	25	2,296
<b>Audited</b>				
<b>Year ended September 30, 2014</b>				
Interest income and other income	8,121	63	95	8,279

**8. Contingent liabilities**

a) As at December 31, 2014 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**

These represent the Bank's potential liability, for which there are equal and offsetting claims against its customers in the event of a call on these commitments.

	UNAUDITED Dec-31-14	UNAUDITED Dec-31-13	AUDITED Sept-30-14
Guarantees	1,892	1,923	1,836
Letters of Credit	338	351	200
	2,230	2,274	2,036
<b>Sectoral Information</b>			
State	926	938	831
Corporate and commercial	1,288	1,319	1,184
Personal	16	17	21
	2,230	2,274	2,036

**9. 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	Dec-31-14	Dec-31-13	Sept-30-14
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)

