

**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, 2020, the summary statement of income and comprehensive income, changes in equity and cash flows for the eleven month period then ended, are derived from the audited financial statements of Republic Bank (Anguilla) Limited ("the Bank") for the period ended September 30, 2020.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements.

Summary Financial Statements

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

The Audited Financial Statements and Our Report Thereon

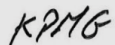
We expressed an unmodified audit opinion on the audited financial statements in our report dated November 25, 2020.

Managements' Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements.

Auditors' Responsibility

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
Antigua
November 25, 2020

STATEMENT OF FINANCIAL POSITION

As at September 30, 2020

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

	Sep 30, 2020 \$'000	Oct 31, 2019 \$'000
ASSETS		
Cash on hand	8,394	4,582
Statutory deposits with Central Bank	59,616	55,552
Due from banks	123,202	249,694
Advances	186,790	185,496
Investment securities	161,506	–
Premises and equipment	472	560
Right-of-use assets	1,707	–
Other assets	2,343	62
TOTAL ASSETS	544,030	495,946
LIABILITIES		
Due to banks	49,716	6,597
Customers' current, savings and deposit accounts	452,500	458,431
Lease liabilities	1,753	–
Accrued interest payable	693	680
Other liabilities	6,591	3,250
TOTAL LIABILITIES	511,253	468,958
EQUITY		
Stated capital	28,620	28,620
General reserves	831	–
Retained earnings	3,326	(1,632)
TOTAL EQUITY	32,777	26,988
TOTAL LIABILITIES AND EQUITY	544,030	495,946

These financial statements were approved by the Board of Directors on November 25, 2020 and signed on its behalf by:



Derwin Howell, Chairman



Michelle Palmer-Keizer, Director



Janelle Bernard, Corporate Secretary

STATEMENT OF INCOME AND COMPREHENSIVE INCOME

For Eleven Months Ended September 30, 2020

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

	Eleven Months Ended Sep 30, 2020 \$'000	Twelve Months Ended Oct 31, 2019 \$'000
Interest income	13,517	23,818
Interest expense	(2,751)	(3,155)
Net interest income	10,766	20,663
Other income	5,223	5,451
Operating expenses	15,989 (10,688)	26,114 (11,394)
Operating profit	5,301	14,720
Credit loss expense on financial assets	(1,144)	(1,381)
Net profit	4,157	13,339
Total comprehensive income	4,157	13,339

STATEMENT OF CHANGES IN EQUITY

For Eleven Months Ended September 30, 2020

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, 2018	32,400	25,873	2,000	26,798	87,071
Total comprehensive income for the year	–	–	–	13,339	13,339
Transfer from reserves	–	(25,873)	(2,000)	27,873	–
Capital repatriation	(3,780)	–	–	–	(3,780)
Dividends	–	–	–	(69,642)	(69,642)
Balance at October 31, 2019	28,620	–	–	(1,632)	26,988
Total comprehensive income for the period	–	–	–	4,157	4,157
Transfer to statutory reserves	–	831	–	(831)	–
Other	–	–	–	1,632	1,632
Balance at September 30, 2020	28,620	831	–	3,326	32,777

STATEMENT OF CASH FLOWS

For Eleven Months Ended September 30, 2020

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

	Eleven Months Ended Sep 30, 2020 \$'000	Twelve Months Ended Oct 31, 2019 \$'000
Operating Activities		
Net profit	4,157	13,339
Adjustments for:		
Depreciation of premises and equipment and right-of-use assets	395	140
Credit loss expense on financial assets	1,144	1,381
(Increase)/decrease in advances	(2,128)	405,983
Decrease in customers' deposits and other fund raising instruments	(5,931)	(87,924)
Increase in statutory deposits with Eastern Caribbean Central Bank	(4,064)	(23,994)
(Increase)/decrease in other assets and investment interest receivable	(2,281)	267
Increase in other liabilities and accrued interest payable	3,354	1,514
Cash (used in)/provided by operating activities	(5,354)	310,706
Investing Activities		
Purchase of investment securities	(161,816)	–
Additions to premises and equipment	–	(95)
Cash used in investing activities	(161,816)	(95)
Financing Activities		
Increase in balances due to banks	43,119	4,395
Repayment of lease liabilities	(261)	–
Capital repatriation	–	(3,780)
Pre-acquisition transfer	1,632	–
Dividends paid	–	(69,642)
Cash provided by/(used in) financing activities	44,490	(69,027)
Net (decrease)/increase in cash and cash equivalents	(122,680)	241,584
Cash and cash equivalents at beginning of period	254,276	12,692
Cash and cash equivalents at end of period	131,596	254,276
Cash and cash equivalents at end of period are represented by:		
Cash on hand	8,394	4,582
Due from banks	123,202	249,694
	131,596	254,276
Supplemental information:		
Interest received during the period	8,737	20,524
Interest paid during the period	(2,738)	(2,632)