



**CHAIRMAN'S STATEMENT**

Dear Stockholder,

I wish to report that your Bank recorded an after-tax profit of \$1,223 million for the first half of fiscal 2015. This represents a marginal decline of \$50 million or 3.9% when compared with the corresponding period last year. Total assets increased by \$9.4 billion or 7.2%, while total deposits increased by \$8.1 billion or 7.2% year-on-year.

Consequent upon this performance your Directors have approved an interim dividend of \$1.10 per stock unit.

Our approach over the next six months, will be one of cautious optimism, focused on our fiscal objectives.

Nigel M. Baptiste  
Chairman of the Board

April 27, 2015

**FINANCIAL STATEMENTS**  
SIX MONTHS ENDED MARCH 31, 2015

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

Expressed in millions of Guyana dollars

	UNAUDITED Mar-31-15	RESTATED UNAUDITED Mar-31-14	AUDITED Sept-30-14
<b>ASSETS</b>			
Cash resources	16,381	5,991	10,089
Statutory deposit with Bank of Guyana	14,083	13,165	12,901
Investment securities	49,053	53,522	47,134
Advances	51,725	49,246	50,497
Other assets	2,031	2,252	2,542
Premises and equipment	5,682	5,438	5,677
Intangible assets	143	163	147
<b>TOTAL ASSETS</b>	<b>139,098</b>	<b>129,777</b>	<b>128,987</b>
<b>LIABILITIES &amp; STOCKHOLDERS' EQUITY</b>			
<b>LIABILITIES</b>			
Customers' chequing, savings and deposit accounts	121,710	113,564	112,552
Due to banks	269	146	214
Pension liability	169	259	157
Other liabilities	2,938	2,940	2,501
<b>TOTAL LIABILITIES</b>	<b>125,086</b>	<b>116,909</b>	<b>115,424</b>
<b>STOCKHOLDERS' EQUITY</b>			
Stated capital	300	300	300
Statutory reserves	300	300	300
Other reserves	2,278	1,757	2,602
Retained earnings	11,134	10,511	10,361
	14,012	12,868	13,563
<b>TOTAL LIABILITIES &amp; STOCKHOLDERS' EQUITY</b>	<b>139,098</b>	<b>129,777</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 Mar-31-15	UNAUDITED THREE MONTHS ENDED Mar-31-14	UNAUDITED SIX MONTHS ENDED Mar-31-15	UNAUDITED SIX MONTHS ENDED Mar-31-14	AUDITED YEAR ENDED Sept-30-14
Net interest income	1,600	1,513	3,151	2,980	6,148
Other income	584	581	1,200	1,240	2,131
Operating income	2,184	2,094	4,351	4,220	8,279
Loan impairment expense	(211)	(142)	(320)	(283)	(657)
Operating expenses	(1,053)	(1,007)	(2,095)	(2,004)	(3,999)
<b>Profit before tax</b>	<b>920</b>	<b>945</b>	<b>1,936</b>	<b>1,933</b>	<b>3,623</b>
Tax	(370)	(341)	(713)	(660)	(1,284)
<b>Net profit after tax</b>	<b>550</b>	<b>604</b>	<b>1,223</b>	<b>1,273</b>	<b>2,339</b>
<b>Earnings per stock unit (G\$)</b>	<b>1.83</b>	<b>2.01</b>	<b>4.08</b>	<b>4.24</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 Mar-31-15	UNAUDITED THREE MONTHS ENDED Mar-31-14	UNAUDITED SIX MONTHS ENDED Mar-31-15	UNAUDITED SIX MONTHS ENDED Mar-31-14	AUDITED YEAR ENDED Sept-30-14
<b>Net profit after tax</b>	550	604	1,223	1,273	2,339
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:					
Net gains/(losses) on available-for-sale investments	(22)	25	(74)	45	29
Other comprehensive income (net of tax) that will not be reclassified to profit and loss in subsequent periods:					
Re-measurement losses on defined benefit plans	-	-	-	-	(25)
<b>Total Comprehensive Income for the period, net of tax</b>	<b>528</b>	<b>629</b>	<b>1,149</b>	<b>1,318</b>	<b>2,343</b>

**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>					
<b>Six months ended March 31, 2015</b>					
<b>Balance at October 1, 2014</b>	300	300	2,602	10,361	13,563
Total comprehensive income for the period	-	-	(74)	1,223	1,149
Transfer from general banking risk reserve	-	-	(250)	250	-
Dividends	-	-	-	(700)	(700)
<b>Balance at March 31, 2015</b>	<b>300</b>	<b>300</b>	<b>2,278</b>	<b>11,134</b>	<b>14,012</b>
<b>Restated Unaudited</b>					
<b>Six months ended March 31, 2014</b>					
<b>Balance at October 1, 2013</b>	300	300	1,231	10,419	12,250
Total comprehensive income for the period	-	-	45	1,273	1,318
Transfer to general banking risk reserve	-	-	481	(481)	-
Dividends	-	-	-	(700)	(700)
<b>Balance at March 31, 2014</b>	<b>300</b>	<b>300</b>	<b>1,757</b>	<b>10,511</b>	<b>12,868</b>
<b>Audited</b>					
<b>Year ended September 30, 2014</b>					
<b>Balance at October 1, 2013</b>	300	300	1,231	10,419	12,250
Total comprehensive income for the period	-	-	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**  
**Statement of Cash Flows**

Expressed in millions of Guyana dollars

	UNAUDITED SIX MONTHS ENDED Mar-31-15	UNAUDITED SIX MONTHS ENDED Mar-31-14	AUDITED YEAR ENDED Sept-30-14
<b>Operating Activities</b>			
Profit before taxation	1,936	1,933	3,623
Adjustments for non-cash items	515	487	1,078
Increase in operating assets	(2,200)	(2,101)	(3,144)
Increase/(decrease) in operating liabilities	9,478	(3,495)	(4,761)
Corporation taxes paid	(567)	(607)	(1,404)
<b>Cash from/(used in) operating activities</b>	<b>9,162</b>	<b>(3,783)</b>	<b>(4,608)</b>
<b>Investing Activities</b>			
Net increase in investments	(2,033)	(7,998)	(2,180)
Additions to premises and equipment	(192)	(376)	(1,017)
Proceeds from sale of premises and equipment	-	2	10
<b>Cash used in investing activities</b>	<b>(2,225)</b>	<b>(8,372)</b>	<b>(3,187)</b>
<b>Financing Activities</b>			
Increase/(decrease) in balances due to other banks	55	(43)	25
Dividends paid	(700)	(700)	(1,030)
<b>Cash used in financing activities</b>	<b>(645)</b>	<b>(743)</b>	<b>(1,005)</b>
<b>Net increase/(decrease) in cash resources</b>	<b>6,292</b>	<b>(12,898)</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>16,381</b>	<b>5,991</b>	<b>10,089</b>
<b>Supplemental Information:</b>			
Interest received during the period/year	3,914	2,820	7,006
Interest paid during the period/year	289	356	680
Dividends received	-	8	8

**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 March 31, 2015 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 March 31, 2015 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 Mar-31-15	UNAUDITED Mar-31-14	AUDITED Sept-30-14
Contracts for outstanding capital expenditure not provided for in the financial statements	580	909	1,093
Other capital expenditure authorised by the Directors but not yet contracted for	54	22	-

### 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 March 31, 2015, the balance in the General Banking Risk Reserve was \$2,326 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 Mar-31-15	UNAUDITED Mar-31-14	AUDITED Sept-30-14
<b>Outstanding balances</b>			
<b>Loans, investments and other assets</b>			
Republic Bank Limited	4	94	164
Fellow subsidiaries	1	2	1
Directors and key management personnel	55	66	63
Other related parties	456	521	294
	516	683	522

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

### Deposits and other liabilities

Republic Bank Limited	981	579	738
Fellow subsidiaries	12	5	22
Directors and key management personnel	158	149	180
Other related parties	1,935	1,345	1,291
	3,086	2,078	2,231

### Interest and other income

Directors and key management personnel	1	1	3
Other related parties	8	12	20
	9	13	23

### Interest and other expense

Republic Bank Limited	50	51	91
Directors and key management personnel	1	1	2
Other related parties	5	4	7
	56	56	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	48	48	82
	48	48	82

## FINANCIAL STATEMENTS SIX MONTHS ENDED MARCH 31, 2015

## 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>Six months ended March 31, 2015</b>				
Interest income and other income	4,545	55	43	4,643
<b>Unaudited</b>				
<b>Six months ended March 31, 2014</b>				
Interest income and other income	4,475	32	49	4,556
<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 March 31, 2015 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 Mar-31-15	UNAUDITED Mar-31-14	AUDITED Sept-30-14
Guarantees	1,854	1,771	1,836
Letters of Credit	181	342	200
	2,035	2,113	2,036
<b>Sectoral Information</b>			
State	783	793	831
Corporate and commercial	1,228	1,302	1,184
Personal	24	18	21
	2,035	2,113	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	March 31, 2015	March 31, 2014	September 30, 2014
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)

