

CHAIRMAN'S HIGHLIGHTS

Despite an operating profit of SRD 277 million, Republic Bank (Suriname) N.V. recorded a net accounting loss of SRD 25.6 million for the year ended September 30th, 2022, which was an improvement of 90.6% compared to the restated performance of the previous year. These losses were solely due to the adoption of Hyperinflation Accounting (IAS 29) which resulted in net monetary losses of SRD 176 million in 2022 and SRD 335 million in 2021.

The exchange gain derived from further depreciation of the Surinamese dollar throughout fiscal 2022 cushioned the effect of the net monetary loss, in Surinamese dollar terms. The Bank's total assets of SRD 11.6 billion as of September 30th, 2022, reflected an increase of 145 million, or 1.3% from the 2021 figures, after they were restated in accordance with the Hyperinflation Accounting standard.

Despite the loss, the Bank remains well capitalized with its Capital Adequacy ratio at 13.6% being above the regulatory minimum of 10%. Likewise, the ratio of Non-Performing to Gross Loans stood at 1.56% as at September 30, 2022, a reduction by 1.2% compared against the fiscal 2021 ratio, and well within the Central Bank's limit of 5%.

General economic uncertainty continues to be the main challenge facing the Bank and the industry as we move into 2023. However, the Bank is optimistic of improvement in the new year.



Mr. Parasram Salickram
Chairman Supervisory Board of Directors
January 20, 2023

SUMMARY STATEMENT OF FINANCIAL POSITION

	AUDITED YEAR ENDED Sept-30-'22 SRD '000	RESTATED AUDITED YEAR ENDED Sept-30-'21 SRD '000
Assets		
Cash resources	3,768,099	4,902,327
Treasury bills	1,587,008	732,851
Loans and advances	3,661,596	3,449,388
Investment in associated companies	1,689	2,320
Investment securities	2,302,522	2,003,912
Premises and equipment	294,980	335,127
Goodwill	-	0
Rights-of-use-assets	4,395	4,987
Other assets	24,756	69,327
Total Assets	11,645,045	11,500,239
Liabilities and Equity		
Liabilities		
Due to banks	1,621	9,193
Due to related companies	62,434	59,271
Customers' deposits	10,330,382	10,215,038
Pension Liability	99,880	151,342
Lease Liabilities	4,836	6,997
Other liabilities	342,078	279,842
Total Liabilities	10,841,231	10,721,683
Equity		
Stated capital	369,557	369,557
Share premium	133,634	133,634
Retained earnings	300,623	275,365
Total equity	803,814	778,556
Total Liabilities and Equity	11,645,045	11,500,239

SUMMARY STATEMENT OF INCOME / (LOSS)

	AUDITED YEAR ENDED Sept-30-'22 SRD '000	RESTATED AUDITED YEAR END Sept-30-'21 SRD '000
Net interest income	326,887	361,249
Other income	257,985	305,289
Operating income	584,872	666,538
Operating expenses	(307,746)	(248,282)
Net share of profit of associated companies	-	731
Operating profit	277,126	418,987
Credit loss expense on financial assets	(16,173)	(266,793)
Net monetary loss	(175,931)	(335,459)
Net profit /(Loss) before taxation	85,022	(183,265)
Taxation expense	(110,600)	(87,762)
Net loss after taxation	(25,578)	(271,027)
Attributable to:		
Equity holders of the parent	(25,578)	(271,027)
Earnings per share SRD	(88.51)	(937.81)
Weighted average number of shares ('000)	289	289

SUMMARY STATEMENT OF COMPREHENSIVE INCOME/ (LOSS)

	AUDITED YEAR ENDED Sept-30-'22 SRD '000	RESTATED AUDITED YEAR ENDED Sept-30-'21 SRD '000
Net loss after taxation	(25,578)	(271,027)
Other comprehensive income:		
Remeasurement gains on defined benefit plans	82,665	34,725
Income tax related to above	(31,829)	(14,816)
Total items that will not be reclassified to the statement of income in subsequent periods	50,836	19,909
Other comprehensive income for the year, net of tax	50,836	19,909
Total comprehensive income/(loss) for the year, net of tax	25,258	(251,118)
Attributable to:		
Equity holders of the parent	25,258	(251,118)

AUDITED FINANCIAL STATEMENTS
REPUBLIC BANK (SURINAME) N.V.
YEAR ENDED SEPTEMBER, 30th, 2022

SUMMARY STATEMENT OF CHANGES IN EQUITY

	Stated capital SRD '000	Share premium SRD '000	Retained earnings SRD '000	Total equity SRD '000
Balance at September 30, 2021 (as previously reported)	269,091	97,305	220,843	587,239
Prior period adjustment - Employee Benefits	-	-	(20,339)	(20,339)
Restatement for hyperinflation	100,466	36,329	74,861	211,656
Restated balance at September 30, 2021	369,557	133,634	275,365	778,556
Total comprehensive income for the year, net of tax	-	-	25,258	25,258
Balance at September 30, 2022	369,557	133,634	300,623	803,814
Balance at September 30, 2020	269,091	97,305	439,463	805,859
Restatement for hyperinflation	100,466	36,329	87,020	223,815
Restated balance at September 30, 2020	369,557	133,634	526,483	1,029,674
Total comprehensive loss for the year	-	-	(251,118)	(251,118)
Balance at September 30, 2021	369,557	133,634	275,365	778,556

SUMMARY STATEMENT OF CASH FLOW

	AUDITED YEAR ENDED Sept-30-'22 SRD '000	RESTATED AUDITED YEAR ENDED Sept-30-'21 SRD '000
Operating activities		
Net profit/(loss) before taxation	85,022	(183,265)
Adjustments for:		
Depreciation of premises and equipment and right-of-use assets	55,365	52,208
Credit loss expense on financial assets	16,173	266,793
Exchange and other adjustments	(26,855)	(26,924)
Loss on sale of premises and equipment	96	4,150
Goodwill impairment expense	-	5,964
Share of net profit of associated companies	-	(731)
Increase/(Decrease) in employee benefits	31,203	(8,681)
(Increase)/Decrease in loans and advances	(228,381)	1,242,027
Increase/(Decrease) in customers deposits	115,344	(1,243,151)
Decrease in statutory deposits with Central Bank	49,125	209,050
Decrease in other assets and investment interest receivable	43,890	9,468
Decrease in other liabilities and accrued interest payable	(23,679)	(86,042)
Taxes paid, net of refund	(30,301)	(110,352)
Cash provided by operating activities	87,002	130,514
Investing activities		
Net (purchases)/sales of investment securities	(1,152,973)	120,625
Additions to premises and equipment	(14,143)	(20,169)
Depreciation on disposed assets	(96)	(3,362)
Cash (used in)/provided by investing activities	(1,167,212)	97,094
Financing activities		
Decrease in balances due to other banks	(7,572)	(4,462)
Increase in balances due to related companies	3,163	17,624
(Decrease)/increase in lease liability	(484)	559
Cash (used in)/provided by financing activities	(4,893)	13,721
Net (decrease)/increase in cash and cash equivalents	(1,085,103)	241,329
Cash and cash equivalents at beginning of year	2,778,034	2,536,705
Cash and cash equivalents at end of year	1,692,931	2,778,034
Cash and cash equivalents at end of year are represented by:		
Cash on hand	429,028	404,226
Due from banks	1,263,903	2,373,808
	1,692,931	2,778,034

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS TO THE SHAREHOLDER OF REPUBLIC BANK SURINAME N.V.

Opinion

The summary financial statements, which comprise the summary statement of financial position as at September 30, 2022, the summary statement of income/(loss), the summary statement of comprehensive income/(loss), the summary statement of changes in shareholder's equity, the summary statement of cash flows and related notes are derived from the complete audited financial statements of Republic Bank Suriname N.V. ("The Bank") for the year ended September 30, 2022.

In our opinion the accompanying summary financial statements, are consistent, in all material respects with the audited financial statements, in accordance with accounting standards selected and disclosed by the Bank in Note 2.

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 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 financial statements in our report dated October 27, 2022, in accordance with accounting standards selected and disclosed by the Bank in Note 2. The audited financial statements and the summary financial statements do not reflect the effects of events that occurred subsequent to the date of our auditor's report on the audited financial statements.

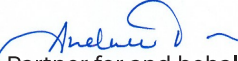
Responsibilities of Management for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements in accordance with accounting standards selected and disclosed by the Bank in Note 2.

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 Standards on Auditing (ISA) 810 (Revised). Engagements to Report on Summary Financial Statements.

Paramaribo, January 20, 2023



Partner for and behalf of Ernst & Young Suriname
Mr. Andrew Tom

NOTES TO THE SUMMARY FINANCIAL STATEMENTS

1. Corporate information

Republic Bank (Suriname) N.V. (the 'Bank'), formerly Royal Bank (Suriname) N.V. is incorporated in the Republic of Suriname and is engaged in a wide range of banking, financial and related activities. The Bank is a wholly owned subsidiary of Republic Suriname Holdings Limited (the 'Parent Company') formerly Royal Overseas Holdings (St. Lucia) Limited a company incorporated in St. Lucia; a wholly owned subsidiary of Republic Financial Holdings Limited (the 'Ultimate Parent Company').

2. Basis of preparation

The summary financial statements of the Bank have been prepared in accordance with International Financial Reporting Standards (IFRS) and are stated in Surinamese Dollars. The preparation of the summary financial statements in conformity with IFRS requires management to make estimates and assumptions. Actual results could differ from those estimates.

3. Measuring unit

The summary financial statements as at September 30, 2022, including the corresponding comparative amounts for the previous year were restated to consider the changes in the general purchasing power of the functional currency of the Bank (Surinamese Dollars) as established by IAS 29. As a result, these financial statements are stated in terms of the measuring unit current at the end of the reporting period, except otherwise indicated.

In accordance with IAS 29, the restatement of the financial statements is necessary when the functional currency of an entity is the currency of a hyperinflationary economy. To achieve consistency in identifying an economic environment of that nature, IAS 29 establishes (i) certain qualitative indicators, not limited to, consist of analyzing the general population behavior, prices, interest rates and wages with changes to a price index and the loss of purchasing power, and (ii) as quantitative characteristic, which is the mostly condition used in practice, to test if a three-year cumulative inflation rate is around 100% or more.

In 2021 and in 2022, there were significant increases in the general level prices and the three-year cumulative inflation approached 100%. This together with general population behavior resulted in the triennial inflation being above 100%.

The restatement was applied as if the economy had always been hyperinflationary; using a general price index that reflects changes in general purchasing power. To apply the restatement, a series of indexes were used, as prepared and published monthly by the Central Bank of Suriname. The index available as at the report date for September 30, 2022 was 479.3 (2021: 349).