

CHAIRPERSON'S STATEMENT

Dear Shareholder,

The Bank recorded Net Profit after Tax of EC\$5.52 million for the first quarter ended December 31, 2023, a 22.8% increase from the EC\$4.49 million recorded for the corresponding period last year. This performance was positively impacted by increases in interest and non-interest income partly offset by increased operating expenses. Total assets improved to \$2.13 billion, and the Bank remains well capitalised with total capital ratio of 12.9%.

The Grenada economy is estimated to further expand by 3.6% in 2024, driven mainly by the rebound in tourism and associated construction activities. The outlook is positive for further improvement in the Bank's financial performance.



Karen Yip Chuck
CHAIRPERSON
January 22, 2024

Statement of Financial Position

as at December 31, 2023

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

	UNAUDITED Dec-31-23 \$'000	UNAUDITED Dec-31-22 \$'000	AUDITED Sept-30-23 \$'000
Assets			
Cash resources	624,778	606,473	587,136
Advances	1,046,294	956,365	1,022,970
Investment securities	309,077	313,259	333,096
Premises and equipment	40,438	38,995	39,942
Other assets	105,053	126,831	89,299
Total Assets	2,125,640	2,041,923	2,072,443
Liabilities and Equity			
Liabilities			
Due to banks	139,541	45,434	119,339
Customers' deposits and other funding instruments	1,698,289	1,726,515	1,685,994
Other liabilities	47,409	34,752	32,225
Total Liabilities	1,885,239	1,806,701	1,837,558
Equity			
Stated capital	117,337	117,337	117,337
Statutory reserves	29,362	26,256	29,362
General contingency reserves	16,639	3,452	16,639
Retained earnings	77,063	88,177	71,547
Total equity	240,401	235,222	234,885
Total Liabilities and Equity	2,125,640	2,041,923	2,072,443

These financial statements were approved by the Board of Directors on January 22, 2024, and signed on its behalf by:



Karen Yip Chuck
Chairperson



Naomi De Allie,
Managing Director

Statement of Income

For the period ended December 31, 2023
Expressed in thousands of Eastern Caribbean dollars (\$'000)

	UNAUDITED THREE MONTHS ENDED		AUDITED YEAR ENDED
	Dec-31-23 \$'000	Dec-31-22 \$'000	Sept-30-23 \$'000
Net interest income	16,088	12,995	55,164
Other income	7,142	7,473	28,373
Operating income	23,230	20,468	83,537
Operating expenses	(16,314)	(14,380)	(65,532)
Operating profit	6,916	6,088	18,005
Credit loss recovery/(expense) on financial assets	261	(52)	2,069
Profit before taxation	7,177	6,036	20,074
Taxation expense	(1,661)	(1,543)	(4,544)
Net profit after taxation	5,516	4,493	15,530
Earnings per share			
Basic	\$1.46	\$1.19	\$4.11
Number of shares ('000)			
Basic	3,774	3,774	3,774
Weighted average	3,774	3,774	3,774

Statement of Comprehensive Income

For the period ended December 31, 2023
Expressed in thousands of Eastern Caribbean dollars (\$'000)

	UNAUDITED THREE MONTHS ENDED		AUDITED YEAR ENDED
	Dec-31-23 \$'000	Dec-31-22 \$'000	Sept-30-23 \$'000
Net profit after taxation for the period/year	5,516	4,493	15,530
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:			
Other comprehensive losses (net of tax) that will not be reclassified to profit and loss in subsequent periods:			
Re-measurement losses on defined benefit plans	-	-	(7,223)
Total comprehensive income for the period/year, net of taxation	5,516	4,493	8,307

Statement of Changes in Equity

For the period ended December 31, 2023
Expressed in thousands of Eastern Caribbean dollars (\$'000)

	Stated Capital \$'000	Statutory Reserve \$'000	General contingency Reserves \$'000	Retained Earnings \$'000	Total Equity \$'000
Unaudited period ended December 31, 2023					
Balance at October 1, 2023	117,337	29,362	16,639	71,547	234,885
Total comprehensive income for the period	-	-	-	5,516	5,516
Balance at December 31, 2023	117,337	29,362	16,639	77,063	240,401
Unaudited period ended December 31, 2022					
Balance at October 1, 2022	117,337	26,256	3,452	83,684	230,729
Total comprehensive income for the period	-	-	-	4,493	4,493
Balance at December 31, 2022	117,337	26,256	3,452	88,177	235,222
Audited year ended September 30, 2023					
Balance at October 1, 2022	117,337	26,256	3,452	83,684	230,729
Total comprehensive income for the year	-	-	-	8,307	8,307
Transfer to general contingency reserve	-	-	13,187	(13,187)	-
Transfer to Statutory reserve	-	3,106	-	(3,106)	-
Dividends paid	-	-	-	(4,151)	(4,151)
Balance at September 30, 2023	117,337	29,362	16,639	71,547	234,885

Statement of Cash Flows

For the period ended December 31, 2023
Expressed in thousands of Eastern Caribbean dollars (\$'000)

	UNAUDITED THREE MONTHS ENDED		AUDITED YEAR ENDED
	Dec-31-23 \$'000	Dec-31-22 \$'000	Sept-30-23 \$'000
Operating activities			
Profit before taxation	7,177	6,036	20,074
Adjustments for non-cash items	415	15	5,701
Increase in operating assets	(40,249)	(90,560)	(141,251)
Increase in operating liabilities	47,446	111,475	141,371
Taxes paid	(1,129)	(790)	(4,284)
Cash provided by operating activities	13,660	26,176	21,611
Investing activities			
Net decrease/(increase) in investments	26,661	5,673	(18,134)
Additions to fixed assets	(1,108)	(2,637)	(6,547)
Proceeds from sale of fixed assets	-	1,720	1,720
Cash provided by/(used in) investing activities	25,553	4,756	(22,961)
Financing activities			
Dividends paid	-	-	(4,151)
Repayment of principal portion of lease liabilities	(289)	(329)	(1,180)
Cash used in financing activities	(289)	(329)	(5,331)
Net increase/(Decrease) in cash resources	38,924	30,603	(6,681)
Cash and cash equivalents at beginning of period/year	448,022	454,703	454,703
Cash and cash equivalents at end of period/year	486,946	485,306	448,022

Statement of Cash Flows (Cont'd)

 For the period ended December 31, 2023
Expressed in thousands of Eastern Caribbean dollars (\$'000)

	UNAUDITED THREE MONTHS ENDED		AUDITED YEAR ENDED
	Dec-31-23 \$'000	Dec-31-22 \$'000	Sept-30-23 \$'000
Cash and cash equivalents at the end of the period/year are represented by:			
Cash on hand	35,042	37,408	29,924
Due from banks	438,302	432,034	366,981
Treasury Bills - Original maturities of three months or less	13,602	15,864	51,117
	486,946	485,306	448,022

Notes to the Interim Financial Statements
1 Corporate information

Republic Bank (Grenada) Limited (the Bank) is incorporated in Grenada and provides banking services through seven branches in Grenada and Carriacou. The Bank was continued under the provision of the Companies Ordinance Section 365, 1995 on March 23, 1998 and its registered office is located at Republic House, Grand Anse, St. George, Grenada. It is a subsidiary of Republic Financial Holdings Limited, formerly Republic Bank Limited.

Republic Financial Holdings Limited the financial holding company for the Republic Group is incorporated in the Republic of Trinidad and Tobago and its registered office is located at Republic House, 9-17 Park Street, Port of Spain. Republic Financial Holdings Limited is listed on the Trinidad and Tobago Stock Exchange

The Republic Group (the 'Group') is a financial services group comprising several subsidiaries and associated companies. The Group is engaged in a wide range of banking, financial and related activities mainly in the caribbean community (CARICOM) region, Cayman Islands, Ghana, St. Maarten, Anguilla and the British Virgin Islands.

2 Basis of preparation

This interim financial report for the period ended December 31, 2023 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, 2023.

3 Significant accounting policies

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the annual financial statements for the year ended September 30, 2023.

4 Capital commitments

	UNAUDITED		AUDITED
	Dec-31-23 \$'000	Dec-31-22 \$'000	Sept-30-23 \$'000
Contracts for outstanding capital expenditure not provided for in the financial statements	1,312	419	3,052
Other capital expenditure authorised by the Directors but not yet contracted for	13,267	12,158	3,994

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. There are no provisions for related party balances as at December 31, 2023.

	UNAUDITED		AUDITED
	Dec-31-23 \$'000	Dec-31-22 \$'000	Sept-30-23 \$'000
Advances, investments and other assets (net of provisions)			
Directors and key management personnel	5,661	1,123	1,276
Other related parties	274,947	288,487	225,896
	280,608	289,610	227,172
Deposits and other liabilities			
Directors and key management personnel	3,201	5,138	3,624
Other related parties	137,261	143,149	131,048
	140,462	148,287	134,672
Interest and other income			
Directors and key management personnel	29	19	52
Other related parties	69	58	190
	98	77	242
Interest and other expense			
Directors and key management personnel	122	99	473
Other related parties	3,175	1,683	10,822
	3,297	1,782	11,295
Key management compensation			
Short term benefits	1,120	497	1,121
Post employment benefits	10	11	62
	1,130	508	1,183

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

6 Deposits with Central Bank

The Eastern Caribbean Automated Clearing House (ECACH) System launched its operations effective September 2014. Republic Bank (Grenada) Limited has deposited three (3) day's collateral with the Eastern Caribbean Central Bank (ECCB) in the amount of \$26.7 million (Five Treasury Bills valued totaling \$26.9 million) to guarantee settlement of all items being cleared through the ECACH.

7 Contingent liabilities

As at December 31, 2023, 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 action to determine that eventuality.