

CHAIRPERSON'S STATEMENT

Dear Shareholder,

The Bank recorded net profit after tax of \$15.53 million for the year ended September 30, 2023. This represents an increase of \$5.14 million or 49.5% over the 2022 reported profit of \$10.39 million. This performance reflects improvement in our core business earnings partly offset by increased operating expenses related to our investment in new technology systems during the fiscal. The Bank remains well capitalised with a Tier 1 capital ratio of 11.6%.

Based on the results for fiscal 2023, the board of directors has declared a final dividend of \$1.30 per share which brings the total dividend to \$2.10 per share for the fiscal year (2022: \$1.40) The final dividend would be paid on January 15, 2024, to shareholders on record as at January 2, 2024.

The Bank's core IT system was converted to the Phoenix technology platform during the fiscal. This improvement in technology is expected to continue to enhance customer experience and generate major benefits for the Bank and all its stakeholders.

The economic growth of 5.5% and 3.8% projected for Grenada in 2023 and 2024 respectively, is anticipated to create opportunities that would positively impact the Bank and assist in meeting its objectives in fiscal 2024.

To all our valued customers and other stakeholders, your loyalty and patronage are truly appreciated. I recognise and express gratitude to our staff for their commitment and dedication to the Bank's success. Finally, special thanks and appreciation to my directors for their continued diligence and guidance.



Karen Yip Chuck
CHAIRPERSON
December 13, 2023

Republic Bank (Grenada) Limited
Statement Of Financial Position

Expressed in thousands of Eastern Caribbean dollars

	2023	2022
ASSETS		
Cash on hand	29,924	25,132
Statutory deposit with Central Bank	102,306	96,297
Due from banks	366,981	330,889
Treasury Bills	87,925	131,962
Advances	1,022,970	901,510
Investment securities	333,096	318,797
Investment interest receivable	2,449	2,119
Premises and equipment	39,942	37,788
Right-of-use assets	1,606	3,001
Intangible assets	57,617	58,729
Employee benefits	—	4,817
Deferred tax assets	5,399	5,309
Other assets	22,228	9,368
Total Assets	2,072,443	1,925,718
Liabilities and Equity		
LIABILITIES		
Due to banks	119,339	47,859
Customers' current, savings and deposit accounts	1,685,994	1,615,659
Lease liabilities	1,796	3,272
Employee obligations	9,672	4,539
Taxation payable	293	1,124
Deferred tax liabilities	1,071	2,699
Accrued interest payable	519	189
Other liabilities	18,874	19,648
Total Liabilities	1,837,558	1,694,989
EQUITY		
Stated capital	117,337	117,337
Statutory reserve	29,362	26,256
General contingency reserve	16,639	3,452
Retained earnings	71,547	83,684
Total equity	234,885	230,729
Total Liabilities and Equity	2,072,443	1,925,718

These financial statements were approved by the Board of Directors on December 13, 2023, and signed on its behalf by:



Karen Yip Chuck
Chairperson



Naomi De Allie
Managing Director

Republic Bank (Grenada) Limited
Statement of Income

Expressed in thousands of Eastern Caribbean dollars

	2023	2022
Interest income	74,692	63,910
Interest expense	(19,528)	(19,054)
Net interest income	55,163	44,856
Other income	28,373	23,992
	83,537	68,848
Operating expenses	(65,532)	(55,586)
Operating profit	18,005	13,262
Credit loss recovery on financial assets	2,069	451
Net profit before taxation	20,074	13,713
Taxation expense	(4,544)	(3,322)
Net profit after taxation	15,530	10,391
Earnings per share (expressed in \$ per share)		
Basic	\$4.12	\$2.75
Weighted average number of shares ('000)		
Weighted average number of shares	3,774	3,774
Number of shares outstanding at year end	3,774	3,774

Republic Bank (Grenada) Limited
Statement of Comprehensive Income

Expressed in thousands of Eastern Caribbean dollars

	2023	2022
Net profit after taxation	15,530	10,391
Other comprehensive loss:		
<i>Items of comprehensive loss that will not be reclassified to the income statement in subsequent periods:</i>		
Net remeasurement losses on defined benefit plan	(9,551)	(713)
Income tax related to above	2,674	200
	(6,877)	(513)
Net remeasurement losses on post-retirement medical and group life plans	(481)	(1,510)
Income tax related to above	135	423
	(346)	(1,087)
Total items that will not be reclassified to the income statement in subsequent periods	(7,223)	(1,600)
Other comprehensive loss for the year, net of tax	(7,223)	(1,600)
Total comprehensive income for the year, net of tax	8,307	8,791

Republic Bank (Grenada) Limited
Statement Of Cash Flows

Expressed in thousands of Eastern Caribbean dollars

	2023	2022
Operating activities		
Profit before taxation	20,074	13,713
Adjustments for:		
Depreciation of premises and equipment and right-of-use assets	4,065	3,850
Credit loss expense/(recovery) on financial assets	511	(570)
Investment securities' impairment (recovery)/expense	(2,580)	119
Amortisation of intangibles	1,112	1,112
Gain on sale of premises and equipment	(289)	(71)
Work-in-progress written off	203	8
Amortisation of premium/discount on investment securities	2,679	2,548
Increase in employee benefits/obligations, net	(82)	(367)
Increase in advances	(121,970)	(37,800)
Increase in customers' current, savings and deposit accounts	70,335	74,198
Increase in statutory deposits with Central Bank	(6,009)	(3,489)
(Increase)/decrease in other assets and investment interest receivable	(13,190)	3,272
(Decrease)/increase in other liabilities and accrued interest payable	(444)	6,519
Increase in balances due to other banks	71,480	37,769
Taxes paid	(4,284)	(1,179)
Cash provided by operating activities	21,611	99,632
Investing activities		
Purchase of investment securities	(162,000)	(204,117)
Purchase of Treasury Bills	(36,809)	(33,802)
Redemption of investment securities	147,395	105,693
Redemption of Treasury Bills	33,280	30,295
Additions to premises and equipment	(6,547)	(4,429)
Proceeds from sale of premises and equipment	1,720	105
Cash used in investing activities	(22,961)	(106,255)
Financing activities		
Repayment of lease liabilities	(1,180)	(1,001)
Dividends paid	(4,151)	(6,869)
Cash used in financing activities	(5,331)	(7,870)
Net decrease in cash and cash equivalents	(6,681)	(14,493)
Cash and cash equivalents at beginning of year	454,703	469,196
Cash and cash equivalents at end of year	448,022	454,703
Cash and cash equivalents at end of year are represented by:		
Cash on hand	29,924	25,132
Due from banks	366,981	330,889
Treasury Bills - original maturity of three months or less	51,117	98,682
	448,022	454,703
Supplemental information		
Interest received during the year	72,244	68,976
Interest paid during the year	19,198	19,110
Dividends received	28	32

Republic Bank (Grenada) Limited
Statement of Changes in Equity

Expressed in thousands of Eastern Caribbean dollars

	Stated capital	Statutory reserve	General contingency reserve	Retained earnings	Total equity
Balance at September 30, 2021	117,337	24,178	-	87,292	228,807
Total comprehensive income for the year	-	-	-	8,791	8,791
Transfer to statutory reserve	-	2,078	-	(2,078)	-
Transfer to general contingency reserve	-	-	3,452	(3,452)	-
Dividends paid	-	-	-	(6,869)	(6,869)
Balance as at September 30, 2022	117,337	26,256	3,452	83,684	230,729
Balance as at September 30, 2022	117,337	26,256	3,452	83,684	230,729
Total comprehensive income for the year	-	-	-	8,307	8,307
Transfer to statutory reserve	-	3,106	-	(3,106)	-
Transfer to general contingency reserve	-	-	13,187	(13,187)	-
Dividends paid	-	-	-	(4,151)	(4,151)
Balance as at September 30, 2023	117,337	29,362	16,639	71,547	234,885