

CHAIRMAN'S STATEMENT

Dear Stockholder,

Your Bank recorded an after-tax profit of \$1,523 million for the first quarter ended December 31, 2023. This represents an increase of \$422 million or 38.3% when compared with the corresponding period last year, primarily as a result of increased net Interest Income and Other Income.

Total assets grew by \$38.9 billion or 14.5% and customers' deposits grew by \$35.6 billion or 15.4% year-on-year.

Your Directors are confident that the Bank's performance for the remaining quarters of this fiscal will continue to be satisfactory.



Nigel M. Baptiste
Chairman of the Board
January 15, 2024

Republic Bank (Guyana) Limited
Statement of Financial Position

Expressed in millions of Guyana dollars

	UNAUDITED Dec-31-23	UNAUDITED Dec-31-22	AUDITED Sept-30-23
ASSETS			
Cash resources	11,278	18,454	11,981
Statutory deposit with Bank of Guyana	30,842	26,793	28,852
Investment securities	136,620	110,983	129,124
Advances	113,813	101,132	110,080
Other assets	7,420	3,856	3,809
Premises and equipment	7,353	6,625	7,118
Intangible assets	19	27	20
Rights of use assets	2	16	8
Pension asset	571	1,148	571
TOTAL ASSETS	307,918	269,034	291,563
LIABILITIES & STOCKHOLDERS' EQUITY			
LIABILITIES			
Customers' chequing, savings and deposit accounts	266,485	230,838	250,978
Due to banks	211	45	615
Lease liabilities	3	16	8
Other liabilities	8,430	7,743	6,677
TOTAL LIABILITIES	275,129	238,642	258,278
STOCKHOLDERS' EQUITY			
Stated capital	300	300	300
Statutory reserves	300	300	300
Other reserves	1,077	1,656	1,445
Retained earnings	31,112	28,136	31,240
	32,789	30,392	33,285
TOTAL LIABILITIES & STOCKHOLDERS' EQUITY	307,918	269,034	291,563



Stephen Grell, 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 Dec-31-23	UNAUDITED THREE MONTHS ENDED Dec-31-22	UNAUDITED TWELVE MONTHS ENDED Dec-31-23	UNAUDITED TWELVE MONTHS ENDED Dec-31-22	AUDITED YEAR ENDED Sept-30-23
Net interest income	3,124	2,680	11,487	9,994	11,043
Other income	1,593	1,196	5,804	4,187	5,407
Operating income	4,717	3,876	17,291	14,181	16,450
Credit loss expense on financial assets	(586)	(182)	(1,115)	(543)	(711)
Operating expenses	(1,678)	(1,865)	(6,902)	(6,701)	(7,089)
Profit before tax	2,453	1,829	9,274	6,937	8,650
Tax	(930)	(728)	(3,941)	(2,488)	(3,739)
Net profit after tax	1,523	1,101	5,333	4,449	4,911
Earnings per stock unit (G\$)	5.08	3.67	17.78	14.83	16.37
Average number of stock units ('000,000)	300	300	300	300	300

Republic Bank (Guyana) Limited
Statement of Comprehensive Income

Expressed in millions of Guyana dollars

	UNAUDITED THREE MONTHS ENDED Dec-31-23	UNAUDITED THREE MONTHS ENDED Dec-31-22	AUDITED YEAR ENDED Sept-30-23
Net profit after tax	1,523	1,101	4,911
Items of other comprehensive income that will not be reclassified to the statement of income in subsequent periods (net of tax):			
Re-measurement loss on defined benefit plans	-	-	(392)
Total Comprehensive Income for the period, net of tax	1,523	1,101	4,519

Republic Bank (Guyana) Limited
Statement of Cash Flows

Expressed in millions of Guyana dollars

	UNAUDITED THREE MONTHS ENDED Dec-31-23	UNAUDITED THREE MONTHS ENDED Dec-31-22	AUDITED YEAR ENDED Sept-30-23
Operating Activities			
Profit before taxation	2,453	1,829	8,650
Adjustments for non-cash items	676	279	1,117
Increase in operating assets	(9,923)	(5,721)	(17,185)
Increase in operating liabilities	20,229	8,987	27,087
Corporation taxes paid	(1,357)	(885)	(2,790)
Cash provided by operating activities	12,078	4,489	16,879
Investing Activities			
Net (increase)/decrease in investments	(7,496)	3,032	(15,072)
Additions to premises and equipment	(318)	(151)	(940)
Cash (used in)/provided by investing activities	(7,814)	2,881	(16,012)
Financing Activities			
(Decrease)/increase in balances due to other banks	(404)	(245)	325
Repayment of principal portion of lease liabilities	(5)	(5)	(20)
Dividends paid	(1,575)	(1,200)	(1,725)
Cash used in financing activities	(1,984)	(1,450)	(1,420)
Net increase/(decrease) in cash resources	2,280	5,920	(553)
Cash and cash equivalents at beginning of period/year	11,981	12,534	12,534
Cash and cash equivalents at end of period/year	14,261	18,454	11,981
Supplemental Information:			
Interest received during the period/year	3,180	2,873	11,968
Interest paid during the period/year	223	203	858

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
Unaudited					
Three months ended December 31, 2023					
Balance at October 1, 2023	300	300	1,445	31,240	33,285
Total comprehensive income for the period	-	-	-	1,523	1,523
Transfer from general banking risk reserve	-	-	(368)	(76)	(444)
Dividends	-	-	-	(1,575)	(1,575)
Balance at December 31, 2023	300	300	1,077	31,111	32,789
Unaudited					
Three months ended December 31, 2022					
Balance at October 1, 2022	300	300	1,821	28,070	30,491
Total comprehensive income for the period	-	-	-	1,101	1,101
Transfer from general banking risk reserve	-	-	(165)	165	-
Dividends	-	-	-	(1,200)	(1,200)
Balance at December 31, 2022	300	300	1,656	28,136	30,392
Audited					
Year ended September 30, 2023					
Balance at October 1, 2022	300	300	1,821	28,070	30,491
Profit for the year	-	-	-	4,911	4,911
Other comprehensive loss	-	-	-	(392)	(392)
Total comprehensive income	-	-	-	4,519	4,519
Transfer from general banking risk reserve	-	-	(376)	376	-
Dividends	-	-	-	(1,725)	(1,725)
Balance at September 30, 2023	300	300	1,445	31,240	33,285

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 and continued under the Companies Act, Cap. 89:01 on May 16, 1997 and is licensed as Bankers under the Financial Institutions Act, Cap. 85:03.

The Bank was registered as a reporting issuer under the Securities Industry Act, Cap. 73:04 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, Cap. 81:01.

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 now Republic Financial Holdings Limited and subsequently changed its name to Republic Bank (Guyana) Limited on June 5, 2006.

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 in the Caribbean and Ghana.

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.

Reclassifications may be made to the prior period's financial statements to conform to the current period's presentation.

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, 2023.

4. Capital commitments

	UNAUDITED Dec-31-23	UNAUDITED Dec-31-22	AUDITED Sept-30-23
Contracts for outstanding capital expenditure not provided for in the financial statements	943	77	723

Republic Bank (Guyana) Limited
NOTES TO THE FINANCIAL STATEMENTS

Expressed in millions of Guyana dollars

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 statutory provision. As at December 31, 2023, the balance in the General Banking Risk Reserve was \$1,077 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 Dec-31-23	UNAUDITED Dec-31-22	AUDITED Sept-30-23
Outstanding balances			
Loans, investments and other assets			
Fellow subsidiaries	1,652	4,984	2,441
Directors and key management personnel	52	71	60
Other related parties	150	201	183
	<u>1,854</u>	<u>5,256</u>	<u>2,684</u>

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

Deposits and other liabilities

Fellow subsidiaries	858	708	788
Directors and key management personnel	368	330	340
Other related parties	2,631	2,541	2,172
	<u>3,857</u>	<u>3,579</u>	<u>3,300</u>

Interest and other income

Fellow subsidiaries	-	23	67
Directors and key management personnel	-	1	2
Other related parties	4	4	16
	<u>4</u>	<u>28</u>	<u>85</u>

Interest and other expenses

Fellow subsidiaries	115	103	663
Directors and key management personnel	9	9	36
Other related parties	1	1	4
	<u>125</u>	<u>113</u>	<u>703</u>

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	53	49	115
	<u>53</u>	<u>49</u>	<u>115</u>

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) Unaudited				
Three months ended December 31, 2023				
Interest income and other income	4,844	7	91	4,942
Unaudited				
Three months ended December 31, 2022				
Interest income and other income	4,001	7	72	4,080
Audited				
Year ended September 30, 2023				
Interest income and other income	17,036	29	248	17,313

Republic Bank (Guyana) Limited
NOTES TO THE FINANCIAL STATEMENTS

Expressed in millions of Guyana dollars

8. Contingent liabilities

a) 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 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 Dec-31-23	UNAUDITED Dec-31-22	AUDITED Sept-30-23
Guarantees	2,878	3,512	2,913
Letters of Credit	238	961	238
	<u>3,116</u>	<u>4,473</u>	<u>3,151</u>
Sectoral Information			
State	1,881	2,147	1,934
Corporate and commercial	1,235	2,326	1,217
	<u>3,116</u>	<u>4,473</u>	<u>3,151</u>

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	December 31, 2023	December 31, 2022	September 30, 2023
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 **
Mrs. Yolande M. Foo	315,000 stock units*	315,000 stock units*	315,000 stock units*
Mr. Richard I. Vasconcellos	15,000 stock units	15,000 stock units	15,000 stock units
Mr. Richard M. Lewis	23,564 stock units	17,850 stock units	23,654 stock units

* (held jointly with an associate(s))

** (75,000 held jointly with an associate, and 12,000 held by an associate)