



CHAIRMAN'S STATEMENT

Dear Stockholder,

While I am pleased to report that your Bank recorded a satisfactory half year profit after tax of \$1,960 million (3.87% improvement over the comparative period in 2019), enthusiasm over the future must be tempered by the ongoing uncertainty associated with the novel coronavirus (COVID-19) pandemic.

Your Bank, in recognition of its responsibility to help clients and the communities in which it operates weather the challenges, has taken the lead in offering various concessions to clients and contributing financially to the national cause.

Notwithstanding these actions, the uncertainty over the intensity and duration of this crisis and the lack of clarity over what the new normal will look like, dictates that financial institutions adopt a defensive stance to preserve the integrity of the overall financial system. This integrity will be crucial to the system's continued ability to support the recovery effort.

As such, your Directors have agreed on a reduced interim dividend of \$1.00 per stock unit for the first half of this fiscal (2019 - \$1.60). We apologize to all of our stockholders who would have been expecting a dividend at least equal to our 2019 half year dividend, but we are sure that you would agree that at this time a conservative approach in the face of the COVID-19 uncertainty is advisable. By the end of the year, we expect to be in a better position to assess the overall impact and its implications for our total dividend payout. I would like to give you the assurance that every effort will be made to balance our responsibilities to you and our support of the clients and communities within which we operate.

I take this opportunity to again thank our dedicated staff, customers and stakeholders for their ongoing understanding and cooperation during this testing period.

Nigel M. Baptiste
Chairman of the Board
April 20, 2020

**UNAUDITED HALF YEAR
FINANCIAL STATEMENTS
ENDED MARCH 31, 2020**

Republic Bank (Guyana) Limited

Statement of Financial Position

Expressed in millions of Guyana dollars

	UNAUDITED Mar-31-20	UNAUDITED Mar-31-19	AUDITED Sept-30-19
ASSETS			
Cash resources	27,143	16,546	27,005
Statutory deposit with Bank of Guyana	17,989	16,527	16,871
Investment securities	40,714	54,933	47,772
Advances	85,700	73,773	78,794
Other assets	6,032	2,882	2,438
Premises and equipment	7,188	6,988	7,176
Intangible assets	62	80	73
Pension asset	32	14	32
TOTAL ASSETS	184,860	171,743	180,161
LIABILITIES & STOCKHOLDERS' EQUITY			
LIABILITIES			
Customers' chequing, savings and deposit accounts	158,614	147,227	153,605
Due to banks	785	134	138
Other liabilities	1,952	3,231	3,794
TOTAL LIABILITIES	161,351	150,592	157,537
STOCKHOLDERS' EQUITY			
Stated capital	300	300	300
Statutory reserves	300	300	300
Other reserves	845	795	845
Retained earnings	22,064	19,756	21,179
	23,509	21,151	22,624
TOTAL LIABILITIES & STOCKHOLDERS' EQUITY	184,860	171,743	180,161

Amral F. Khan, 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-31-20	UNAUDITED THREE MONTHS ENDED Mar-31-19	UNAUDITED SIX MONTHS ENDED Mar-31-20	UNAUDITED SIX MONTHS ENDED Mar-31-19	AUDITED YEAR ENDED Sept-30-19
Net interest income	2,203	1,986	4,375	3,978	8,495
Other income	529	817	1,759	1,758	3,152
Operating income	2,732	2,803	6,134	5,736	11,647
Credit loss expense on financial assets	(9)	(75)	(42)	(246)	(86)
Operating expenses	(1,466)	(1,276)	(3,024)	(2,553)	(5,587)
Profit before tax	1,257	1,452	3,068	2,937	5,974
Tax	(414)	(522)	(1,108)	(1,050)	(2,128)
Net profit after tax	843	930	1,960	1,887	3,846
Earnings per stock unit (G\$)	2.81	3.10	6.53	6.29	12.82
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 Mar-31-20	UNAUDITED THREE MONTHS ENDED Mar-31-19	UNAUDITED SIX MONTHS ENDED Mar-31-20	UNAUDITED SIX MONTHS ENDED Mar-31-19	AUDITED YEAR ENDED Sept-30-19
Net profit after tax	843	930	1,960	1,887	3,846
Items of other comprehensive income that will be reclassified to the statement of income in subsequent periods (net of tax)					
Net gain on available-for-sale investments	-	-	-	-	-
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	-	-	-	-	(6)
Total Comprehensive Income for the period, net of tax	<u>843</u>	<u>930</u>	<u>1,960</u>	<u>1,887</u>	<u>3,839</u>

Republic Bank (Guyana) Limited
Statement of Cash Flows
Expressed in millions of Guyana dollars

	UNAUDITED SIX MONTHS ENDED Mar-31-20	UNAUDITED SIX MONTHS ENDED Mar-31-19	AUDITED YEAR ENDED Sept-30-19
Operating Activities			
Profit before taxation	3,068	2,937	5,974
Adjustments for non-cash items	322	487	568
Increase in operating assets	(9,633)	(5,091)	(10,061)
Increase in operating liabilities	1,049	2,354	9,052
Corporation taxes paid	(1,084)	(871)	(1,663)
Cash (used in)/provided by operating activities	<u>(6,278)</u>	<u>(184)</u>	<u>3,870</u>
Investing Activities			
Net decrease/ (increase) in investments	7,058	(6,143)	1,159
Additions to premises and equipment	(214)	(144)	(572)
Proceeds from sale of premises and equipment	-	-	7
Cash provided by/(used in) investing activities	<u>6,844</u>	<u>(6,287)</u>	<u>594</u>
Financing Activities			
Increase in balances due to other banks	647	17	21
Dividends paid	(1,075)	(900)	(1,380)
Cash used in financing activities	<u>(428)</u>	<u>(883)</u>	<u>(1,359)</u>
Net increase/ (decrease) in cash resources	138	(7,354)	3,105
Cash and cash equivalents at beginning of period/year	27,005	23,900	23,900
Cash and cash equivalents at end of period/year	<u>27,143</u>	<u>16,546</u>	<u>27,005</u>
Supplemental Information:			
Interest received during the period/year	2,501	3,888	8,971
Interest paid during the period/year	149	288	587
Dividends received	11	-	2

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					
Six months ended March 31, 2020					
Balance at October 1, 2019	300	300	845	21,179	22,624
Total comprehensive income for the period	-	-	-	1,960	1,960
Dividends	-	-	-	(1,075)	(1,075)
Balance at March 31, 2020	<u>300</u>	<u>300</u>	<u>845</u>	<u>22,064</u>	<u>23,509</u>
Unaudited					
Six months ended March 31, 2019					
Balance at October 1, 2018	300	300	795	18,769	20,164
Total comprehensive income for the period	-	-	-	1,887	1,887
Dividends	-	-	-	(900)	(900)
Balance at March 31, 2019	<u>300</u>	<u>300</u>	<u>795</u>	<u>19,756</u>	<u>21,151</u>
Audited					
Year ended September 30, 2019					
Balance at October 1, 2018	300	300	795	18,769	20,164
Profit for the year	-	-	-	3,846	3,846
Other comprehensive loss	-	-	-	(6)	(6)
Total comprehensive income	-	-	-	3,839	3,839
Transfer to general banking risk reserve	-	-	49	(49)	-
Dividends	-	-	-	(1,380)	(1,380)
Balance at September 30, 2019	<u>300</u>	<u>300</u>	<u>845</u>	<u>21,179</u>	<u>22,624</u>

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 March 31, 2020 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, 2019.

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, 2019.

Republic Bank (Guyana) Limited
NOTES TO THE FINANCIAL STATEMENTS
Expressed in millions of Guyana dollars

4. Capital commitments

	UNAUDITED Mar-31-20	UNAUDITED Mar-31-19	AUDITED Sept-30-19
Contracts for outstanding capital expenditure not provided for in the financial statements	134	134	250

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 March 31, 2020, the balance in the General Banking Risk Reserve was \$845 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-31-20	UNAUDITED Mar-31-19	AUDITED Sept-30-19
Outstanding balances			
Loans, investments and other assets			
Fellow subsidiaries	2,506	229	487
Directors and key management personnel	70	69	83
Other related parties	318	407	468
	<u>2,444</u>	<u>705</u>	<u>1,038</u>

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

Deposits and other liabilities

Fellow subsidiaries	439	269	330
Directors and key management personnel	217	179	267
Other related parties	3,758	2,626	4,910
	<u>4,414</u>	<u>3,074</u>	<u>5,507</u>

Interest and other income

Directors and key management personnel	1	1	3
Other related parties	3	6	12
	<u>4</u>	<u>7</u>	<u>15</u>

Interest and other expenses

Fellow subsidiaries	58	53	134
Directors and key management personnel	11	8	16
Other related parties	1	5	8
	<u>70</u>	<u>66</u>	<u>158</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	56	61	100
	<u>56</u>	<u>61</u>	<u>100</u>

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) Unaudited				
Six months ended March 31, 2020				
Interest income and other income	6,432	13	24	6,469
Unaudited				
Six months ended March 31, 2019				
Interest income and other income	5,957	55	11	6,023
Audited				
Year ended September 30, 2019				
Interest income and other income	12,112	98	25	12,235

8. Contingent liabilities

a) As at March 31, 2020 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-31-20	UNAUDITED Mar-31-19	AUDITED Sept-30-19
Guarantees	1,874	2,040	1,940
Letters of Credit	265	352	265
	<u>2,139</u>	<u>2,392</u>	<u>2,205</u>
Sectoral Information			
State	724	988	846
Corporate and commercial	1,415	1,404	1,359
	<u>2,139</u>	<u>2,392</u>	<u>2,205</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	March 31, 2020	March 31, 2019	September 30, 2019
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	13,000 stock units	15,000 stock units
Mr. Richard M. Lewis	17,850 stock units	17,850 stock units	17,850 stock units
Mr. Shameer Hoosein	5,000 stock units	-	5,000 stock units

*(held jointly with an associate(s))

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