

**CHAIRMAN'S STATEMENT**

Dear Stockholder,

Your Bank recorded an after-tax profit of \$2,366 million for the nine months ended June 30, 2021. This reflects a decrease of \$369 million or 13.5% when compared with the corresponding period last year primarily as a result of reduction in net interest along with an increase in our provisions for loan loss. Total assets grew by \$27.8 billion or 14.1% and customers' deposits grew by \$29.0 billion or 17.6% year-on-year.

As we enter the final quarter of fiscal 2021, our experienced team is well-positioned to seize opportunities and win new business while remaining focused on stockholder value creation.



Nigel M. Baptiste  
Chairman of the Board  
July 19, 2021

**Republic Bank (Guyana) Limited**  
**Statement of Financial Position**

Expressed in millions of Guyana dollars

	UNAUDITED Jun-30-21	UNAUDITED Jun-30-20	AUDITED Sept-30-20
<b>ASSETS</b>			
Cash resources	46,476	43,891	53,087
Statutory deposit with Bank of Guyana	18,562	18,795	16,463
Investment securities	61,073	41,658	43,545
Advances	85,926	82,057	81,868
Other assets	5,857	3,397	3,170
Premises and equipment	6,902	7,149	7,122
Intangible assets	39	73	51
Rights of use assets	16	-	30
Pension asset	-	32	-
<b>TOTAL ASSETS</b>	<b>224,851</b>	<b>197,052</b>	<b>205,336</b>
<b>LIABILITIES &amp; STOCKHOLDERS' EQUITY</b>			
<b>LIABILITIES</b>			
Customers' chequing, savings and deposit accounts	194,296	165,255	175,349
Due to banks	23	20	14
Pension liability	161	-	161
Lease liabilities	15	-	29
Other liabilities	4,658	7,793	5,176
<b>TOTAL LIABILITIES</b>	<b>199,153</b>	<b>173,068</b>	<b>180,729</b>
<b>STOCKHOLDERS' EQUITY</b>			
Stated capital	300	300	300
Statutory reserves	300	300	300
Other reserves	843	845	843
Retained earnings	24,255	22,539	23,164
	25,698	23,984	24,607
<b>TOTAL LIABILITIES &amp; STOCKHOLDERS' EQUITY</b>	<b>224,851</b>	<b>197,052</b>	<b>205,336</b>



Stephen R 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 Jun-30-21	UNAUDITED THREE MONTHS ENDED Jun-30-20	UNAUDITED SIX MONTHS ENDED Jun-30-21	UNAUDITED SIX MONTHS ENDED Jun-30-20	UNAUDITED NINE MONTHS ENDED Jun-30-21	UNAUDITED NINE MONTHS ENDED Jun-30-20	AUDITED YEAR ENDED Sept-30-20
Net interest income	1,762	2,094	3,868	4,297	5,942	6,469	8,883
Other income	770	614	1,495	1,143	2,400	2,373	2,848
Operating income	2,532	2,708	5,363	5,440	8,342	8,842	11,731
Credit loss expense on financial assets	(111)	(174)	(214)	(183)	(363)	(216)	(366)
Operating expenses	(1,426)	(1,324)	(2,868)	(2,790)	(4,315)	(4,348)	(6,039)
<b>Profit before tax</b>	<b>995</b>	<b>1,210</b>	<b>2,281</b>	<b>2,467</b>	<b>3,664</b>	<b>4,278</b>	<b>5,326</b>
Tax	(341)	(435)	(796)	(849)	(1,298)	(1,543)	(1,832)
<b>Net profit after tax</b>	<b>654</b>	<b>775</b>	<b>1,485</b>	<b>1,618</b>	<b>2,366</b>	<b>2,735</b>	<b>3,494</b>
<b>Earnings per stock unit (G\$)</b>	<b>2.18</b>	<b>2.58</b>	<b>4.95</b>	<b>5.39</b>	<b>7.89</b>	<b>9.12</b>	<b>11.65</b>
<b>Average number of stock units ('000,000)</b>	<b>300</b>	<b>300</b>	<b>300</b>	<b>300</b>	<b>300</b>	<b>300</b>	<b>300</b>

### Republic Bank (Guyana) Limited Statement of Comprehensive Income

Expressed in millions of Guyana dollars

	UNAUDITED THREE MONTHS ENDED Jun-30-21	UNAUDITED THREE MONTHS ENDED Jun-30-20	UNAUDITED NINE MONTHS ENDED Jun-30-21	UNAUDITED NINE MONTHS ENDED Jun-30-20	AUDITED YEAR ENDED Sept-30-20
Net profit after tax	654	775	2,366	2,735	3,494
<i>Items of other comprehensive income that will be reclassified to the statement of income in subsequent periods (net of tax):</i>					
Re-measurement gain on defined benefit plans	-	-	-	-	(134)
<b>Total Comprehensive Income for the period, net of tax</b>	<b>654</b>	<b>775</b>	<b>2,366</b>	<b>2,735</b>	<b>3,360</b>

### Republic Bank (Guyana) Limited Statement of Cash Flows

Expressed in millions of Guyana dollars

	UNAUDITED NINE MONTHS ENDED Jun-30-21	UNAUDITED NINE MONTHS ENDED Jun-30-20	AUDITED YEAR ENDED Sept-30-20
<b>Operating Activities</b>			
Profit before taxation	3,664	4,278	5,326
Adjustments for non-cash items	743	605	830
Increase in operating assets	(6,450)	(5,770)	(3,380)
Increase in operating liabilities	15,550	15,193	23,670
Corporation taxes paid	(1,251)	(1,767)	(2,408)
<b>Cash provided by investing activities</b>	<b>12,256</b>	<b>12,539</b>	<b>24,038</b>
<b>Investing Activities</b>			
Net (increase)/decrease in investments	(17,528)	6,114	3,931
Additions to premises and equipment	(81)	(274)	(385)
Proceeds from sale of premises and equipment	8	-	15
<b>Cash (used in)/provided by investing activities</b>	<b>(17,601)</b>	<b>5,840</b>	<b>3,561</b>
<b>Financing Activities</b>			
Increase/(decrease) in balances due to other banks	9	(118)	(124)
Repayment of principal portion of lease liabilities	-	-	(18)
Dividends paid	(1,275)	(1,375)	(1,375)
<b>Cash used in financing activities</b>	<b>(1,266)</b>	<b>(1,493)</b>	<b>(1,517)</b>
<b>Net (decrease)/increase in cash resources</b>	<b>(6,611)</b>	<b>16,886</b>	<b>26,082</b>
Cash and cash equivalents at beginning of period/year	53,087	27,005	27,005
<b>Cash and cash equivalents at end of period/year</b>	<b>46,476</b>	<b>43,891</b>	<b>53,087</b>
<b>Supplemental Information:</b>			
Interest received during the period/year	6,936	6,719	9,063
Interest paid during the period/year	553	483	660
Dividends received	-	11	11

### 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
<b>Unaudited Nine months ended June 30, 2021</b>					
Balance at October 1, 2020	300	300	843	23,164	24,607
Total comprehensive income for the period	-	-	-	2,366	2,366
Dividends	-	-	-	(1,275)	(1,275)
<b>Balance at June 30, 2021</b>	<b>300</b>	<b>300</b>	<b>843</b>	<b>24,255</b>	<b>25,698</b>
<b>Unaudited Nine months ended June 30, 2020</b>					
Balance at October 1, 2019	300	300	845	21,179	22,624
Total comprehensive income for the period	-	-	-	2,735	2,735
Dividends	-	-	-	(1,375)	(1,375)
<b>Balance at June 30, 2020</b>	<b>300</b>	<b>300</b>	<b>845</b>	<b>22,539</b>	<b>23,984</b>
<b>Audited Year ended September 30, 2020</b>					
Balance at October 1, 2019	300	300	845	21,179	22,624
Profit for the year	-	-	-	3,494	3,494
Other comprehensive loss	-	-	-	(134)	(134)
Total comprehensive income	-	-	-	3,360	3,360
Transfer from general banking risk reserve	-	-	(2)	-	(2)
Dividends	-	-	-	(1,375)	(1,375)
<b>Balance at September 30, 2020</b>	<b>300</b>	<b>300</b>	<b>843</b>	<b>23,164</b>	<b>24,607</b>

### 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 June 30, 2021 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, 2020.

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

**Republic Bank (Guyana) Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

Expressed in millions of Guyana dollars

**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, 2020.

**4. Capital commitments**

	UNAUDITED Jun-30-21	UNAUDITED Jun-30-20	AUDITED Sept-30-20
Contracts for outstanding capital expenditure not provided for in the financial statements	282	208	422

**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 June 30, 2021, the balance in the General Banking Risk Reserve was \$843 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 Jun-30-21	UNAUDITED Jun-30-20	AUDITED Sept-30-20
<b>Outstanding balances</b>			
<b>Loans, investments and other assets</b>			
Fellow subsidiaries	2,739	625	884
Directors and key management personnel	66	66	87
Other related parties	642	374	548
	<u>3,447</u>	<u>1,065</u>	<u>1,519</u>

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

**Deposits and other liabilities**

Fellow subsidiaries	539	456	442
Directors and key management personnel	271	232	252
Other related parties	6,598	4,591	5,214
	<u>7,408</u>	<u>5,279</u>	<u>5,908</u>

**Interest and other income**

Directors and key management personnel	2	2	3
Other related parties	11	3	5
	<u>13</u>	<u>5</u>	<u>8</u>

**Interest and other expense**

Fellow subsidiaries	88	87	118
Directors and key management personnel	22	19	27
Other related parties	3	1	2
	<u>113</u>	<u>107</u>	<u>147</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	94	78	99
	<u>94</u>	<u>78</u>	<u>99</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>b) Unaudited Nine months ended June 30, 2021</b>				
Interest income and other income	8,826	20	53	8,899
<b>Unaudited Nine months ended June 30, 2020</b>				
Interest income and other income	9,291	20	43	9,354
<b>Audited Year ended September 30, 2020</b>				
Interest income and other income	12,336	26	62	12,424

**8. Contingent liabilities**

a) As at June 30, 2021 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 Jun-30-21	UNAUDITED Jun-30-20	AUDITED Sept-30-20
Guarantees	2,463	1,804	2,317
Letters of Credit	238	265	265
	<u>2,701</u>	<u>2,069</u>	<u>2,582</u>

**Sectoral Information**

State	1,075	724	780
Corporate and commercial	1,626	1,345	1,802
	<u>2,701</u>	<u>2,069</u>	<u>2,582</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	Jun-30-21	Jun-30-20	Sept-30-20
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	17,850 stock units	17,850 stock units	17,850 stock units
Mr. Shameer Hoosein	5,000 stock units	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)