



Republic Bank (Guyana) Limited Independent Auditor's Report

Opinion

The summary financial statements, which comprise the statement of financial position as at September 30, 2023, the statement of income, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, are extracted from the audited financial statements of Republic Bank (Guyana) Limited for the year ended September 30, 2023.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with the requirements of the Financial Institutions Act Chapter 85:03.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards ("IFRS"), the Financial Institutions Act Chapter 85:03, the Companies Act Chapter 89:01 and the Securities Industry Act Chapter 73:04. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon. The summary financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated October 23, 2023. That report also includes the communication of other key audit matters which are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements in accordance with the Financial Institutions Act Chapter 85:03.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

Ram & McRae
Chartered Accountants
Professional Services Firm
157 'C' Waterloo Street,
Georgetown, Guyana

October 23, 2023

Republic Bank (Guyana) Limited Statement of Financial Position

Expressed in thousands of Guyana dollars

| | 2023 | 2022 |
|---|--------------------|--------------------|
| ASSETS | | |
| Cash | 4,161,701 | 4,854,808 |
| Statutory deposit with Bank of Guyana | 28,851,718 | 25,815,158 |
| Due from banks | 7,819,759 | 7,679,627 |
| Treasury Bills | 118,305,665 | 96,263,567 |
| Investment interest receivable | 67,560 | 152,740 |
| Advances | 110,079,947 | 97,207,405 |
| Investment securities | 10,818,643 | 17,750,932 |
| Premises and equipment | 7,118,483 | 6,563,090 |
| Intangible assets | 20,195 | 28,926 |
| Right-of-use assets | 7,908 | 20,548 |
| Goodwill | 1,228,222 | 1,228,222 |
| Pension asset | 571,000 | 1,147,500 |
| Deferred tax assets | 369,302 | 334,938 |
| Other assets | 2,143,273 | 1,505,753 |
| TOTAL ASSETS | 291,563,376 | 260,553,214 |
| LIABILITIES & EQUITY | | |
| LIABILITIES | | |
| Due to banks | 614,906 | 289,687 |
| Customers' chequing, savings and deposit accounts | 250,977,757 | 223,943,408 |
| Lease liabilities | 8,216 | 20,706 |
| Taxation payable | 2,072,928 | 1,210,229 |
| Deferred tax liabilities | 561,629 | 683,962 |
| Accrued interest payable | 70,657 | 65,825 |
| Other liabilities | 3,972,573 | 3,848,175 |
| TOTAL LIABILITIES | 258,278,666 | 230,061,992 |
| EQUITY | | |
| Stated capital | 300,000 | 300,000 |
| Statutory reserves | 300,000 | 300,000 |
| General banking risk reserve | 1,445,260 | 1,820,821 |
| Retained earnings | 31,239,450 | 28,070,401 |
| TOTAL EQUITY | 33,284,710 | 30,491,222 |
| TOTAL LIABILITIES & EQUITY | 291,563,376 | 260,553,214 |

These financial statements were approved by the Board of Directors on October 23, 2023 and signed on its behalf by:

Stephen R. Grell, Managing Director

Christine A. McGowan, Corporate Secretary

Roy E. Cheong, Director, Chairman of Audit Committee

Republic Bank (Guyana) Limited Statement of Income

Expressed in thousands of Guyana dollars

| | UNAUDITED THREE MONTHS ENDED Sept-30-23 | UNAUDITED THREE MONTHS ENDED Sept-30-22 | UNAUDITED NINE MONTHS ENDED Sept-30-23 | UNAUDITED NINE MONTHS ENDED Sept-30-22 | AUDITED YEAR ENDED Sept-30-23 | AUDITED YEAR ENDED Sept-30-22 |
|---|--|--|---|---|--|--|
| Net interest income | 2,888,563 | 2,640,296 | 8,362,997 | 7,313,249 | 11,042,974 | 9,594,969 |
| Other income | 1,499,659 | 1,164,084 | 4,211,031 | 2,991,305 | 5,407,041 | 3,944,945 |
| Operating income | 4,388,222 | 3,804,380 | 12,574,028 | 10,304,554 | 16,450,015 | 13,539,914 |
| Credit loss expense on financial assets | (43,502) | (113,307) | (528,975) | (361,372) | (711,064) | (453,225) |
| Operating expenses | (1,804,258) | (1,785,333) | (5,223,295) | (4,836,401) | (7,088,686) | (6,494,297) |
| Profit before taxation | 2,540,462 | 1,905,740 | 6,821,758 | 5,106,781 | 8,650,265 | 6,592,392 |
| Taxation | (1,324,858) | (634,774) | (3,011,914) | (1,760,583) | (3,739,617) | (2,308,699) |
| Net profit after taxation | 1,215,604 | 1,270,966 | 3,809,844 | 3,346,198 | 4,910,648 | 4,283,693 |
| Earnings per stock unit (\$) | 4.05 | 4.24 | 12.70 | 11.15 | 16.37 | 14.28 |





Republic Bank (Guyana) Limited Statement of Comprehensive Income

Expressed in thousands of Guyana dollars

| | 2023 | 2022 |
|---|------------------|------------------|
| Net profit after taxation | 4,910,648 | 4,283,693 |
| <i>Items of other comprehensive income that will not be reclassified to the statement of income in subsequent periods (net of tax):</i> | | |
| Re-measurement (loss)/gain on defined benefit plans | (653,600) | 907,000 |
| Income tax related to above | 261,440 | (362,800) |
| Total items that will not be reclassified to the statement of income in subsequent periods (net of tax): | (392,160) | 544,200 |
| Other comprehensive (loss)/gain for the year, net of tax | (392,160) | 544,200 |
| Total comprehensive income for the year, net of tax | 4,518,488 | 4,827,893 |

Republic Bank (Guyana) Limited Statement of Cash Flows

Expressed in thousands of Guyana dollars

| | 2023 | 2022 |
|---|---------------------|---------------------|
| Operating activities | | |
| Profit before taxation | 8,650,265 | 6,592,392 |
| Adjustments for: | | |
| Depreciation of premises and equipment and right-of-use assets | 399,720 | 433,542 |
| Credit loss expense on financial assets | 711,064 | 453,225 |
| Loss on sale of premises and equipment | 6,701 | 5,643 |
| Increase in employee benefits | (77,100) | (26,200) |
| Increase in advances | (13,596,459) | (9,266,035) |
| Increase in customers' deposits | 27,034,349 | 20,410,870 |
| Increase in statutory deposit with Bank of Guyana | (3,036,560) | (6,804,525) |
| Increase in other assets and investment interest receivable | (552,340) | (433,480) |
| Increase in other liabilities and accrued interest payable | 129,231 | 588,224 |
| Net cash provided by operating activities before tax | 19,668,871 | 11,953,656 |
| Taxes paid | (2,789,603) | (2,146,574) |
| Cash provided by operating activities | 16,879,268 | 9,807,082 |
| Investing activities | | |
| Purchase of investment securities | (26,530,310) | (20,100,872) |
| Redemption of investment securities | 30,135,299 | 7,597,281 |
| Purchase of Treasury Bills | (104,900,000) | (86,222,550) |
| Redemption of Treasury Bills | 86,222,550 | 47,969,000 |
| Additions to premises and equipment | (942,311) | (197,126) |
| Proceeds from sale of premises and equipment | 2,398 | - |
| Cash used in investing activities | (16,012,374) | (50,954,267) |
| Financing activities | | |
| Increase in balances due to other banks | 325,219 | 256,905 |
| Repayment of principal portion of lease liabilities | (20,088) | (19,589) |
| Dividends paid | (1,725,000) | (1,470,000) |
| Cash used in financing activities | (1,419,869) | (1,232,684) |
| Net decrease in cash and cash equivalents | (552,975) | (42,379,869) |
| Cash and cash equivalents at beginning of the year | 12,534,435 | 54,914,304 |
| Cash and cash equivalents at end of the year | 11,981,460 | 12,534,435 |
| Cash and cash equivalents at end of year are represented by: | | |
| Cash on hand | 4,161,701 | 4,854,808 |
| Due from banks | 7,819,759 | 7,679,627 |
| | 11,981,460 | 12,534,435 |
| Supplemental information: | | |
| Interest received during the year | 11,968,111 | 10,556,985 |
| Interest paid during the year | 858,403 | 777,786 |
| Dividends received | 408 | 530 |

Republic Bank (Guyana) Limited Statement of Changes in Equity

Expressed in thousands of Guyana dollars

| | Stated capital | Statutory reserves | General banking risk reserve | Retained earnings | Total equity |
|--|----------------|--------------------|------------------------------|-------------------|-------------------|
| Balance at September 30, 2021 | 300,000 | 300,000 | 955,227 | 25,578,102 | 27,133,329 |
| Profit for the year | - | - | - | 4,283,693 | 4,283,693 |
| Other comprehensive gain | - | - | - | 544,200 | 544,200 |
| Total comprehensive income for the year | - | - | - | 4,827,893 | 4,827,893 |
| Transfer to general banking risk reserve | - | - | 865,594 | (865,594) | - |
| Dividends | - | - | - | (1,470,000) | (1,470,000) |
| Balance at September 30, 2022 | 300,000 | 300,000 | 1,820,821 | 28,070,401 | 30,491,222 |
| Profit for the year | - | - | - | 4,910,648 | 4,910,648 |
| Other comprehensive loss | - | - | - | (392,160) | (392,160) |
| Total comprehensive income for the year | - | - | - | 4,518,488 | 4,518,488 |
| Transfer from general banking risk reserve | - | - | (375,561) | 375,561 | - |
| Dividends | - | - | - | (1,725,000) | (1,725,000) |
| Balance at September 30, 2023 | 300,000 | 300,000 | 1,445,260 | 31,239,450 | 33,284,710 |

Republic Bank (Guyana) Limited Board of Directors

Directors

Chairman

Nigel M. Baptiste
BSc (Hons.) (Econ.)
MSc (Econ.), ACIB

Managing Director

Stephen R. Grell
BA (Econ.),
MSc (Fin.)

Corporate Secretary

Christine A. McGowan
LLB (Dist.), LEC (Hons.), LLM (Merit), AMLCA, CPAML

Non-Executive Directors

John G. Carpenter
AA, BSc (Food Sciences)

Roy E. Cheong
AA, FCII, FLMI, CLU

Yolande M. Foo
AICB

Richard M. Lewis
HBA

P. Vic Salickram
FCCA, ACMA, CGMA, CA, CFA, FRM

Aldrin Ramgoolam
Bsc (Computer Science), MBA, Dip. (Business Mgmt.)

Natalia Seepersaud
LLB, LEC

Richard I. Vasconcellos

Registered Office

Promenade Court
155-156 New Market Street, North Cummingsburg
Georgetown
Guyana
South America
Tel: (592) 223-7938-49
Fax: (592) 233-5007
Swift: RBGL GYGG
E-mail: gyemail@rfl.com
Website: www.republicguyana.com

Attorneys-At-Law

Messrs. Cameron & Shepherd
2 Avenue of the Republic
Robbstown
Georgetown, Guyana
South America

Auditors

Messrs. Ram & McRae
Chartered Accountants
157 'C' Waterloo Street
North Cummingsburg
Georgetown, Guyana
South America

Interest of Directors and Chief Executive and their associates

Of these categories only the following persons held stocks in the company, all of which were held beneficially:

| | Number of stock units | | |
|-------------------------|-----------------------|---------|--|
| | 2023 | 2022 | |
| John G. Carpenter | 150,000 | 150,000 | (held jointly with an associate) |
| Roy E. Cheong | 87,000 | 87,000 | (75,000 held jointly with an associate, and 12,000 held by an associate) |
| Yolande M. Foo | 315,000 | 315,000 | (held jointly with associates) |
| Richard I. Vasconcellos | 15,000 | 15,000 | |
| Richard M. Lewis | 17,850 | 17,850 | |

An interim dividend of \$1.75 per stock unit (\$525 million) was paid during the year and a final dividend of \$5.25 per stock unit (\$1,575 million; in total \$2,100 million) for the year ended September 30, 2023 is recommended.