

**Schedule 3
FORM ECSRC - Q**

(Select One)

Quarterly Report
For the period ended March 31, 2013

or

TRANSITION REPORT _____
(Applicable where there is a change in reporting issuer's financial year)

For the transition period from _____ to _____

Issuer Registration Number: ECFH 28062001SL

East Caribbean Financial Holding Company Limited
(Exact name of reporting issuer as specified in its charter)

Saint Lucia
(Territory or jurisdiction of incorporation)

No. 1 Bridge Street, Castries St. Lucia
(Address of principal executive Offices)

(Reporting issuer's:

Telephone number (including area code): 758-456-6000

Fax number: 758-456-6702

Email address: ecfh@candw.lc

N/A

(Former name, former address and former financial year, if changed since last report)

(Provide information stipulated in paragraphs 1 to 8 hereunder)

Indicate the number of outstanding shares of each of the reporting issuer's classes of common stock, as of the date of completion of this report.

CLASS	NUMBER
Preference Shares	830,000
Ordinary Shares	24,465,589

SIGNATURES

Name of Chief Executive Officer:

Esther Browne -
Weekes



Signature

29/04/2013

Date

Name of Director:

Victor
Eudoxie



Signature

29/04/2013

Date

INFORMATION TO BE INCLUDED IN THE REPORT

1. Financial Statements

Provide quarterly Financial Statements in accordance with International Accounting Standards. The format of the financial statements should be similar to those provided with the registration statement. Include the following:

- (a) (Condensed Balance Sheet as of the end of the most recent financial year and just concluded quarter.
- (b) Condensed Statement of Income for the interim three, six and nine months of the current financial year and corresponding period in the previous financial year.
- (c) Condensed Statement of Cash Flows for the interim three, six and nine months of the current financial year and the corresponding period in the previous financial year.
- (d) Examples of financial data items to be included in constructing financial statements for various types of businesses are provided in Parts A-D. These items are meant to serve as guidelines only.
- (e) By way of *Notes to Condensed Financial Statements*, provide explanation of items in the financial statements and indicate any deviations from generally accepted accounting practices.

2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Discuss reporting issuer's financial condition, changes in financial condition and results of operations during the reporting period. Discussion of material changes should be from the end of the preceding financial year to the date of the most recent interim quarterly report. The broad areas of discussions should centre around liquidity, capital resources and results of operations. Discussions of liquidity and capital resources may be combined whenever the two topics are interrelated.

(a) Liquidity

Identify any known trends or commitments, demands, events that will result in or that are reasonably likely to result in the reporting issuer's liquidity increasing or decreasing in any material way. If a deficiency is identified, indicate the course

of action that the reporting issuer has taken or proposes to take to remedy the deficiency.

Liquidity remains very strong and well in excess of reserve requirements.

(b) Capital Resources

Describe the reporting issuer's material commitments for capital expenditures as of the end of the latest fiscal period, and indicate the general purposes of such commitments and the anticipated source of funds needed to fulfil such commitments. Describe any material trends, favourable or unfavourable in the reporting issuer's capital resources and any expected change in mix. The discussion should consider changes between equity, debt and any off-balance sheet financing arrangements.

The capital adequacy ratios of both domestic banks within the Group remain within regulatory guidelines following the additional provisions required as a result of the review of their loan portfolios.

(c) Results of Operation.

Describe any unusual or infrequent events or transactions or any significant economic changes that materially affected the amount of reported income from continuing operations and in each case indicate the extent the income was so affected. Describe any known trends or uncertainties that have had or that the reporting issuer reasonably expects will have a material favourable or unfavourable impact on net sales or revenues or income from continuing operations. If the reporting issuer knows of events that will cause a material change in the relationship between costs and revenues (such as price increases, costs of labour or materials), the changes in relationship should be disclosed.

ECFH is reporting a pre-tax profit for the First Quarter of 2013 which is in line with Budget and significantly higher than the First Quarter of 2012. The underlying interest income is 7% below Budget, reflecting the impact of significant transfers of loans to non-accrual non-performing status. This follows a detailed review of the domestic banking subsidiaries' loan portfolios as at December 2012. Adjustments to the Balance Sheet also arising out of the loan review have not yet been made and are pending finalisation of the 2012 External Audit. The Group is reporting two significant and offsetting exceptional items in Quarter 1: gains on disposals of investments and costs of severance of staff following a restructure within the banking network.

Balance sheet growth. The weighted average yield of the various portfolios both on and off balance sheet declined during the period under review.

Market Risk

The Group is stepping up its efforts to manage market risks. To improve its management of market risk, the ECFH Risk Management and Compliance Services is using a financial risk simulation model to assess market and liquidity risk and to provide stress testing scenarios. Currently, the model focuses only on Bank of Saint Lucia Limited but it is the intention to expand the financial risk simulation model to include other subsidiaries of the ECFH Group.

Additionally, the portfolio of investments is continually monitored for changes in value of instruments and circumstances of institutions with which the Group conducts business. Investments are subject to market valuations where appropriate and instruments are marked to market in keeping with IFRS.

Foreign Exchange Risk

Growth in the offshore banking area has resulted in an increase in the number of foreign currencies being managed. Foreign exchange exposure is monitored on a regular basis by the respective business units as well as the Asset Liability Committee. There were no instances of unmanaged significant exposure during the period under review.

Operational Risk

The Group began the process of developing a risk register for the ECFH Group. This exercise will enhance risk management throughout the ECFH group.

The Group complies with all Anti Money Laundering acts and other related laws in all jurisdictions that the Group has a business presence. During the period the Group also commenced the development of the Compliance Master List which will be used to manage the Group's compliance with relevant legislation and regulations.

Liquidity Risk

The Group's liquidity risk is monitored on a regular basis by the Internal Liquidity Committee and the Group Asset/Liability Committee. The Internal Liquidity Committee meets on a more frequent basis than the ALCO to monitor and better manage the Group's liquidity.

Careful liquidity management ensures that the regulatory reserve requirement is always met by the domestic bank and that Capital Adequacy Ratios remain above minimum levels. The Liquidity policy and associated liquidity contingency plans are in place.

Reputation Risk

Reputation risk is the risk that negative publicity regarding the Group's business practices will lead to a loss of revenue or litigation. The Group's reputation; particularly the trust afforded it by customers and counterparties can be irrevocably tarnished due to perceived or real breaches in its ability to conduct business securely and responsibly. In addition, the ECFH Group is responsible for risks associated with the activities of third-party service providers with which they contract.

All risks impact on reputation; therefore, maintaining reputation involves appropriately identifying, analyzing and managing risks that can adversely impact the Group's business. The Group continued to meet its corporate social responsibility encompassing involvement in local communities, employment practices, impact on the environment and sustainable economic and social development, while maintaining strong relationships with business partners. The Group has developed and adheres to a robust Anti-Money Laundering/Anti-Terrorist Financing policy as well as Corporate Governance policy for the Group. In developing these policies, best international practices were used. The Group has a very solid reputation and reputable image in the market place.

4. Legal Proceedings.

A legal proceeding need only be reported in the ECSRC - Q filed for the quarter in which it first became a reportable event and in subsequent quarterly reports in which there have been material developments. Subsequent Form ECSRC - Q filings in the same financial year in which a legal proceeding or a material development is reported should reference any previous reports in that year. Where proceedings have been terminated during the period covered by the report, provide similar information, including the date of termination and a description of the disposition thereof with respect to the reporting issuer and its subsidiaries.

There were no legal proceedings during the quarter.

5. Changes in Securities and Use of Proceeds.

- (a) Where the rights of the holders of any class of registered securities have been materially modified, give the title of the class of securities involved. State briefly the general effect of such modification upon the rights of holders of such securities.
- (b) Where the use of proceeds of a security issue is different from that which is stated in the registration statement, provide the following:
 - Offer opening date (provide explanation if different from date disclosed in the registration statement)

- Offer closing date (provide explanation if different from date disclosed in the registration statement)
- Name and address of underwriter(s)
- Amount of expenses incurred in connection with the offer
- Net proceeds of the issue and a schedule of its use
- Payments to associated persons and the purpose for such payments

There were no changes in Securities and Use of Proceeds using the quarter.

- (b) Report any working capital restrictions and other limitations upon the payment of dividends.

There were no working capital restrictions and other limitations upon the payment of dividends during the quarter.

6. Defaults Upon Senior Securities.

- (a) If there has been any material default in the payment of principal, interest, a sinking or purchase fund instalment, or any other material default not satisfied within 30 days, with respect to any indebtedness of the reporting issuer or any of its significant subsidiaries exceeding 5 percent of the total assets of the reporting issuer and its consolidated subsidiaries, identify the indebtedness. Indicate the nature of the default. In the case of default in the payment of principal, interest, or a sinking or purchase fund instalment, state the amount of the default and the total arrears on the date of filing this report.
- (b) If any material arrears in the payment of dividends has occurred or if there has been any other material delinquency not satisfied within 30 days, give the title of the class and state the amount and nature of the arrears or delinquency.

There were no defaults upon Senior Securities.

7. Submission of Matters to a Vote of Security Holders.

If any matter was submitted during the period covered by this report to a vote of security holders, through the solicitation of proxies or otherwise, furnishes the following information:

- (a) The date of the meeting and whether it was an annual or special meeting.
- (b) If the meeting involved the election of directors, the name of each director elected at the meeting and the name of each other director whose term of office as a director continued after the meeting.
- (c) A brief description of each other matter voted upon at the meeting and state the number of votes cast for or against as well as the number of abstentions as to each such matter, including a separate tabulation with respect to each nominee for office.
- (d) A description of the terms of any settlement between the registrant and any other participant.
- (e) Relevant details of any matter where decision was taken otherwise than at a meeting of such security holders.

There were no matters to a Vote of Security Holders through the solicitation of proxies submitted during the quarter.

8. Other Information.

The reporting issuer may, at its option, report under this item any information, not previously reported in a Form ECSRC - MC report (related to disclosure of material information), with respect to which information is not otherwise called for by this form. If disclosure of such information is made under this item, it need not be repeated in a Form ECSRC - MC report which would otherwise be required to be filed with respect to such information or in a subsequent Form ECSRC - Q report.

Part A

Relevant Financial Data Items for Commercial and Industrial Companies

Item Descriptions

- Cash and Cash Items
- Marketable securities
- Notes and Accounts Receivables-Trade
- Allowances for doubtful accounts
- Inventory
- Total Current Assets
- Intangible Assets
- Property Plant and Equipment
- Accumulated Depreciation
- Other Assets (explain)
- Total Assets
- Accounts Payable
- Total Current Liabilities
- Other Liabilities (explain)
- Bonds, mortgages and similar debt
- Preferred stock-mandatory redemption
- common stock
- other stockholder's equity
- Total liabilities and stockholder's equity
- net sales of tangible products
- total revenues
- cost of tangible goods sold
- total costs and expenses applicable to sales and revenues
- other costs and expenses
- provision for doubtful accounts and notes
- Interest and amortisation of debt discount
- Income before taxes and other items
- income tax expense
- income/loss continuing operations
- Discontinued operations
- extraordinary items
- Cumulative effect-changes in accounting principles
- net income or loss
- earnings per share -primary
- earnings per share - fully diluted

Part B

Relevant Financial Data Items for Bank Holding Companies and Banks

Item Descriptions

- Cash and due from banks
- interest bearing deposits
- Borrowings from the ECCB, Inter-bank Market activity and other bank borrowings
- trading account assets
- investment and mortgage backed securities held for sale
- Investments: to provide schedule of type, rates, maturity and place – (whether domestic/regional or foreign)
- loans
- allowances for losses
- Fixed Assets
- total assets
- other liabilities
- Total deposits
- short-term borrowings
- long-term debt
- preferred stock-mandatory redemption
- preferred stock-no mandatory redemption
- common stocks
- other stockholder's equity
- total liabilities and stockholder's equity
- contingent accounts
- interest and fees on loans
- interest and dividends on investments
- other interest income
- total interest income
- interest expense on deposits
- total interest expense
- net interest income
- provision for loan losses
- investment securities gains/losses
- other expenses
- income/loss before income tax
- income/loss before extraordinary items
- extraordinary items
- cumulative changes in accounting principles
- net income or loss
- earnings per share-primary
- earnings per share- fully diluted

Part C

Relevant Financial Items for Broker-Dealers Holding Companies

Items Description

- Cash and cash items
- receivables from brokers and dealers, customers and others
- securities purchased under resale agreements
- financial instruments owned
- fixed assets
- total assets
- short term borrowings including commercial paper
- payable to customers, brokers/dealers (including clearing brokers) and others
- securities sold under agreements to repurchase
- long-term debt
- preferred stock-mandatory redemption
- preferred stock - no mandatory redemption
- common stock
- other stockholder's equity
- total liabilities and stockholder's equity
- revenue from trading activities
- interest and dividends
- commissions
- interest expense
- other sources of revenue
- compensation and employee related expense
- income/loss before income tax
- income/loss before extraordinary items
- extraordinary items, less tax
- cumulative change in accounting principles
- net income or loss
- earnings per share- primary
- earnings per share - fully diluted

ECFH (Including PRODEV)
Unaudited Income Statement
For Period Ending March 31st, 2013
(Expressed in Eastern Caribbean Dollars)

	Month						Year to Date					
	Actual	Actual	Actual	Budget	Prev Year	Budget	Unaudited	Unaudited	Audited	Budget	Prior Year	Budget
	Feb-13	Mar-13	Mar-12	Mar-13	Variance %	Variance %	YTD Actual	YTD Actual	YTD Prior Yr	Mar-13	Variance %	Variance %
Interest income on loans & advances	0	0	0	0	0%	0%	0	0	0	0	0%	0%
Interest income investments and bank deposits	0	207	0	196	0%	6%	0	207	0	320	0%	-35%
Interest expense	586,530	738,319	405,381	339,978	-45%	-54%	1,191,716	1,930,035	1,274,119	957,596	-100%	-50%
Net interest income	(586,530)	(738,112)	(405,381)	(339,782)	82%	117%	(1,191,716)	(1,929,828)	(1,274,119)	(957,276)	51%	102%
Net fee and commission income	0	0	0	0	0%	0%	0	0	0	0	0%	0%
Net Foreign Exchange trading income	0	0	0	0	0%	0%	0	0	0	0	0%	0%
Rental Income	911,820	752,294	681,794	468,707	10%	61%	1,836,010	2,588,304	2,089,040	1,406,121	24%	
Other Operating Income	141,759	135,011	2,322,334	126,075	-94%	7%	270,281	405,292	5,134,763	192,201	-92%	111%
Dividend income	5,677	6,285	6,285	6,285	0%	0%	11,962	18,247	18,449	18,247	-1%	0%
Credit Arising from Acquisition	0	0	0	0	0%	0%	0	0			0%	0%
Net Earned Insurance Premiums	0	0	0	0	0%	0%	0	0			0%	0%
Net Insurance Claims and Commissions	0	0	0	0	0%	0%	0	0	0	0	0%	0%
Provision for loan impairment	0	0	0	0	0%	0%	0	0	0	0	0%	0%
Staff costs	(113,634)	(102,314)	(937,891)	(64,159)	817%	-37%	(224,682)	(326,996)	(2,840,550)	(192,477)	-100%	-41%
Other operating expenses	(325,011)	(389,956)	(1,222,234)	(398,549)	213%	2%	(633,938)	(1,023,894)	(2,954,355)	(1,141,144)	-100%	11%
Non-recurring Item	0	0	0	0	0%	0%				0	0%	0%
Share of Loss in Associates	0	0	0	0	0%	0%	0			0	0%	0%
Income for the period before taxation	34,081	(336,792)	444,907	(201,423)	-176%	67%	67,917	(268,875)	173,228	(674,328)	-255%	-60%
Projected Taxation	0	0	0		-100%	-100%	0	(0)	0		-5600%	-100%
Income for the period after taxation	34,081	(336,792)	444,907	(201,423)	-176%	67%	67,917	(268,875)	173,228	(674,328)	-255%	-60%
Minority Interest	0	0	0	0	0%	0%	0	0	0	0	0%	0%
Net Income after minority Interest and taxation	34,081	(336,792)	444,907	(201,423)	-176%	67%	67,917	(268,875)	173,228	(674,328)	-255%	-60%

ECFH (Including PRODEV)
Unaudited Consolidated Balance Sheet
As at March 31st, 2013
(Expressed in Eastern Caribbean Dollars)

	Unaudited Feb-13	Unaudited Mar-13	Audited Mar-12	Budgeted Mar-13	Previous Year Variance %	Budget Variance %
Assets						
Cash and balances with Central Bank	(11,987,522)	(13,609,810)	(6,589,566)	(9,469,892)	107%	44%
Due from other banks	0	0	0	0	0%	0%
Deposits with non-bank financial institutions	0	0	0	0	0%	0%
Treasury bills	0	0	0	0	0%	0%
Loans & Advances to customers - Productive	0	0	0	0	0%	0%
Loans and Advances Nonproductive	0	0	0	0	0%	0%
Provision for loan losses	0	0	0	0	0%	0%
Unearned interest on discount loans	0	0	0	0	0%	0%
Investments held to maturity	0	0	0	0	0%	0%
available for sale	0	0	0	0	0%	0%
Investments held for trading	0	0	0	0	0%	0%
Pledged assets	0	0	0	0	0%	0%
Investment in associated undertaking	268,771,480	268,771,480	269,106,995	269,098,430	0%	0%
Property plant and equipment	101,370,773	101,878,659	108,963,113	92,556,695	-7%	10%
Loan to related parties	0	0	0	0	0%	0%
Due from related parties	0.42	0	0	0	0%	0%
Due from agents, brokers and policyholders	0	0	0	0	0%	0%
Claims recoverable	0	0	0	0	0%	0%
Other assets	20,601,797	21,050,255	7,170,471	4,184,063	194%	403%
Investment Properties	0	0	0	0	0%	0%
Income tax recoverable	351,812	351,812	353,395	228,156	0%	54%
Deferred tax asset	0	0	0	0	0%	0%
Retirement Benefit Asset	3,864,580	3,864,580	3,864,580	3,864,580	0%	0%
Total assets	382,972,920	382,306,976	382,868,988	360,462,032	0%	6%
Liabilities						
Due to customers	0	0	0	0	0%	0%
Due to banks	0	0	0	0	0%	0%
Other fund raising instruments	0	0	0	0	0%	0%
Borrowings	56,249,984	56,327,079	65,309,373	32,156,490	-14%	75%
Unearned Insurance Premiums	0	0	0	0	0%	0%
Due to Reinsurers	0	0	0	0	0%	0%
Other Liabilities	4,102,367	4,464,450	3,596,195	2,894,276	24%	54%
Due to Related Parties	57,197,466	56,429,136	54,171,376	59,550,353	4%	-5%
Dividends Payable	568,633	568,633	281,508	278,133	102%	104%
Income Taxes Payable	345,067	345,067	103,964	482,541	232%	-28%
Deferred Tax Liabilities	3,373,856	3,373,856	3,023,024	3,373,856	12%	0%
Total Liabilities	121,837,373	121,508,221	126,485,440	98,735,649	-4%	23%
Shareholders' equity						
Share capital	174,231,060	174,231,060	174,231,060	174,231,060	0%	0%
Contributed capital	0	0	0	0	0%	0%
Unrealized gain/loss on Investments	0	0	0	0	0%	0%
Revaluation reserves	0	0	0	0	0%	0%
Reserves	83,104,661	83,104,661	82,184,757	84,236,925	-1%	-1%
Retained Earnings	3,731,909	3,731,909	(205,497)	3,932,726	-1916%	-5%
Profit for the period	67,917	(268,875)	173,228	(674,328)	-255%	-60%
Parent's Shareholders' Equity	261,135,547	260,798,755	256,383,548	261,726,383	2%	0%
Minority Interest	0	0	0	0	0%	0%
Total Shareholders' Equity	261,135,547	260,798,755	256,383,548	261,726,383	2%	0%
Total Equity and Liabilities	382,972,920	382,306,976	382,868,988	360,462,032	0%	6%