

# East Caribbean Financial Holding Company Limited

## Interim Consolidated Balance Sheet

As at June 30, 2013

(expressed in thousands of Eastern Caribbean dollars)

	(Unaudited) June 30 2013 \$'000	(Audited) December 31 2012 \$'000	(Unaudited) June 30 2012 \$'000	12mths Change %
<b>Assets</b>				
Cash and balances with Central Bank	233,937	196,889	137,272	70%
Due from other banks	821,672	442,852	636,865	29%
Trading financial assets	25,595	28,129	18,016	42%
Deposits with non-bank financial institutions	4,467	1,340	4,787	-7%
Treasury bills	0	4,633	4,515	-100%
Originated loans - Loans & Advances to customers	1,816,282	1,815,002	1,886,292	-4%
- Bonds	10,031	10,033	12,596	-20%
Investments securities - held to maturity	61,031	69,564	95,935	-36%
- available-for-sale	451,960	430,681	407,047	11%
Pledged assets	41,710	51,893	78,880	-47%
Due from reinsurers	4,647	5,737	4,403	6%
Due from insurance agents, brokers and policyholders	3,774	2,241	1,620	133%
Investment in associated undertaking	8,031	8,031	12,101	-34%
Property plant and equipment & intangibles	159,228	160,412	168,888	-6%
Investment Properties	15,302	15,302	14,912	3%
Other assets	48,748	49,201	38,106	28%
Income tax recoverable	4,415	5,119	4,239	0%
Deferred tax asset	6,870	6,870	7,611	0%
Retirement Benefit Asset	3,482	3,483	3,865	-10%
<b>Total assets</b>	<b>3,721,182</b>	<b>3,307,412</b>	<b>3,537,950</b>	<b>5%</b>
<b>Liabilities</b>				
Deposits from banks	105,876	102,213	64,848	63%
Due to customers	2,814,423	2,454,645	2,613,059	8%
Other funding instruments	286,125	270,642	257,101	11%
Borrowings	191,106	150,621	154,756	23%
Preference shares	4,150	4,150	4,150	0%
Due to reinsurers	2,447	1,165	2,960	-17%
Insurance Claims and Deferred Revenue	8,023	9,943	8,019	0%
Other liabilities	41,476	38,561	30,274	37%
Dividends Payable	569	569	282	0%
<b>Total Liabilities</b>	<b>3,454,195</b>	<b>3,032,509</b>	<b>3,135,449</b>	<b>10%</b>
<b>Shareholders' equity</b>				
Share capital	170,081	170,081	170,081	0%
Contributed capital	4,118	3,118	3,118	32%
Unrealized profit / (loss) on investments	(8,574)	12,726	1,175	-830%
Revaluation reserve	13,855	13,855	13,855	0%
Reserves	148,240	148,240	148,012	0%
Retained earnings	(119,785)	(119,785)	7,958	-1605%
Profit for the period after taxes	10,769	0	10,808	0%
<b>Parent shareholders' equity</b>	<b>218,704</b>	<b>228,235</b>	<b>355,007</b>	<b>-38%</b>
<b>Minority Interest</b>	<b>48,283</b>	<b>46,668</b>	<b>47,494</b>	<b>2%</b>
<b>Total equity and liabilities</b>	<b>3,721,182</b>	<b>3,307,412</b>	<b>3,537,950</b>	<b>5%</b>

**East Caribbean Financial Holding Company Limited**  
**Interim Consolidated Statement of Income**  
**For the six month period ended June 30, 2013**

(expressed in thousands of Eastern Caribbean dollars)

	(Unaudited) 6 mths to June 30, 2013 \$'000	(Audited) 12 mths to December 31, 2012 \$'000	(Unaudited) 6 mths to June 30, 2012 \$'000	12mths Change %
Interest income	84,592	175,301	86,168	-2%
Interest expense	42,126	82,173	40,297	5%
<b>Net interest income</b>	<b>42,466</b>	<b>93,128</b>	<b>45,871</b>	-7%
Other income	34,181	50,489	25,607	33%
<b>Operating income</b>	<b>76,647</b>	<b>143,617</b>	<b>71,478</b>	7%
Impairment Loss - Loans, investments and property	9,623	161,962	6,015	60%
Other operating expenses	53,589	101,564	50,514	6%
<b>Profit for the period before taxation and dividends</b>	<b>13,435</b>	<b>(119,909)</b>	<b>14,949</b>	-10%
Dividends on preference Shares	0	291	0	0%
Provision for tax	1,038	2,303	2,144	-52%
<b>Profit for the period</b>	<b>12,397</b>	<b>(122,503)</b>	<b>12,805</b>	-3%
<b>Attributable to:</b>				
- Equity holders	10,769	(125,003)	10,808	
- Minority interest	1,628	2,500	1,997	
<b>Profit for the period</b>	<b>12,397</b>	<b>(122,503)</b>	<b>12,805</b>	
<b>Earnings per share</b>				
- basic	<b>\$0.43</b>	<b>(\$5.11)</b>	<b>\$0.44</b>	
- diluted	<b>\$0.42</b>	<b>(\$4.94)</b>	<b>\$0.42</b>	



**East Caribbean Financial Holding Company Limited**  
**Interim Consolidated Statement of Cash Flows**  
**For the six month period ended June 30, 2013**

(expressed in thousands of Eastern Caribbean Dollars)

	(Unaudited) 6 mths to June 30, 2013 \$'000	(Audited) 12 mths to December 31, 2012 \$'000	(Unaudited) 6 mths to June 30, 2012 \$'000
<b>Operating Activities</b>			
- Profit before income tax	13,435	(119,909)	14,949
- Adjustments for items not affecting cash, changes in non-cash working capital components and other items, net	360,347	280,011	276,094
<b>Cash flows from operating activities</b>	<b>373,782</b>	<b>160,102</b>	<b>291,043</b>
Cash flows from investing activities	(3,048)	(16,744)	(8,959)
Cash flows from financing activities	42,703	(48,623)	(41,070)
Net increase /(decrease) in cash and cash equivalents	413,437	94,735	241,014
<b>Cash and cash equivalents at beginning of period</b>	<b>514,953</b>	<b>420,218</b>	<b>427,424</b>
<b>Cash</b>	<b>928,390</b>	<b>514,953</b>	<b>668,438</b>

6 months to June 30, 2013	Domestic	Offshore	Consolidation		
	Banking \$000	banking \$000	Other \$000	Adjustments \$000	Group \$000
<b>Profit Before Tax</b>					
Net Interest Income	39,437	5,087	(2,174)	116	42,466
Net fee and commission income	12,100	1,638	1,030	(288)	14,480
Other Income	14,228	2,648	6,850	(4,025)	19,701
Impairment charge loans and investments	(9,623)	-	-	-	(9,623)
Depreciation and amortization	(2,730)	(28)	(994)	(442)	(4,194)
Operating Expenses	(45,877)	(4,357)	(3,358)	4,197	(49,395)
<b>Profit Before Taxation</b>	<b>7,535</b>	<b>4,988</b>	<b>1,354</b>	<b>(442)</b>	<b>13,435</b>
Income Tax	(793)	-	(245)	-	(1,038)
<b>Profit for the period</b>	<b>6,742</b>	<b>4,988</b>	<b>1,109</b>	<b>(442)</b>	<b>12,397</b>
<b>Attributable to:</b>					
<b>Equity holders of the Company</b>					10,770
<b>Non-controlling interests</b>					1,627
<b>Profit for the period</b>					<b>12,397</b>
<b>Total Assets</b>	<b>2,805,806</b>	<b>942,059</b>	<b>388,658</b>	<b>(415,341)</b>	<b>3,721,182</b>
<b>Total Liabilities</b>	<b>2,558,073</b>	<b>913,158</b>	<b>129,549</b>	<b>(146,585)</b>	<b>3,454,195</b>

6 months to June 30, 2012	Domestic	Offshore	Consolidation		
	Banking \$000	Banking \$000	Other \$000	Adjustments \$000	Group \$000
<b>Profit Before Tax</b>					
Net Interest Income	41,879	5,596	(2,212)	608	45,871
Net fee and commission income	14,581	1,300	354	-	16,235
Other Income	6,127	1,040	24,149	(21,944)	9,372
Impairment charge loans, investments and property	(6,015)	-	-	-	(6,015)
Depreciation and amortization	(2,173)	(23)	(970)	(543)	(3,709)
Operating Expenses	(44,063)	(4,461)	(14,365)	16,084	(46,805)
<b>Profit Before Taxation</b>	<b>10,336</b>	<b>3,452</b>	<b>6,956</b>	<b>(5,795)</b>	<b>14,949</b>
Income Tax	(1,607)	-	(537)	-	(2,144)
<b>Profit for the period</b>	<b>8,729</b>	<b>3,452</b>	<b>6,419</b>	<b>(5,795)</b>	<b>12,805</b>
<b>Attributable to:</b>					
<b>Equity holders of the Company</b>					10,808
<b>Non-controlling interests</b>					1,997
<b>Profit for the period</b>					<b>12,805</b>
<b>Total Assets</b>	<b>2,816,132</b>	<b>754,379</b>	<b>448,781</b>	<b>(481,342)</b>	<b>3,537,950</b>
<b>Total Liabilities</b>	<b>2,442,029</b>	<b>728,631</b>	<b>162,861</b>	<b>(198,072)</b>	<b>3,135,449</b>