

REPUBLIC BANK (GRENADA) LIMITED  
FINANCIAL HIGHLIGHTS

|  | UNAUDITED<br>THREE MONTHS<br>ENDED |                     | UNAUDITED<br>SIX MONTHS<br>ENDED |                     | AUDITED<br>YEAR<br>ENDED |
|--|------------------------------------|---------------------|----------------------------------|---------------------|--------------------------|
|  | Mar-31-11<br>\$'000                | Mar-31-10<br>\$'000 | Mar-31-11<br>\$'000              | Mar-31-10<br>\$'000 | Sept-30-10<br>\$'000     |
| Profit before taxation                 | 2,649                              | 2,898               | 4,219                            | 5,130               | 9,160                    |
| Profit after taxation                  | 2,536                              | 2,851               | 4,019                            | 5,072               | 9,283                    |
| Profit attributable to shareholders    | 2,536                              | 2,851               | 4,019                            | 5,072               | 9,283                    |
| <hr/>                                  |                                    |                     |                                  |                     |                          |
| Assets                                 |                                    |                     | 732,461                          | 751,490             | 749,331                  |
| Advances                               |                                    |                     | 478,407                          | 453,820             | 472,974                  |
| Investment securities                  |                                    |                     | 106,868                          | 111,710             | 112,437                  |
| Deposits and other funding instruments |                                    |                     | 617,328                          | 623,053             | 620,471                  |
| Stated capital                         |                                    |                     | 15,000                           | 15,000              | 15,000                   |
| Total equity                           |                                    |                     | 96,567                           | 92,091              | 95,789                   |
| <hr/>                                  |                                    |                     |                                  |                     |                          |
| <b>Information per share</b>           |                                    |                     |                                  |                     |                          |
| Earnings per share                     | \$1.69                             | \$1.90              | \$2.68                           | \$3.38              | \$6.19                   |
| Number of shares - average ('000)      | 1,500                              | 1,500               | 1,500                            | 1,500               | 1,500                    |

**REPUBLIC BANK (GRENADA) LIMITED**  
**STATEMENT OF FINANCIAL POSITION**

|   | <b>UNAUDITED</b><br>Mar-31-11<br>\$'000 | <b>UNAUDITED</b><br>Mar-31-10<br>\$'000 | <b>AUDITED</b><br>Sept-30-10<br>\$'000 |
|---|---|---|--|
| <b>ASSETS</b>                                     |   |   |  |
| Cash resources                                    | 96,896                                  | 136,494                                 | 115,072                                |
| Advances  | 478,407                                 | 453,820                                 | 472,974                                |
| Investment securities                             | 106,868                                 | 111,710                                 | 112,437                                |
| Premises and equipment                            | 40,387                                  | 39,846                                  | 41,288                                 |
| Net pension asset                                 | 1,982                                   | 1,633                                   | 1,982                                  |
| Other assets                                      | 7,921                                   | 7,987                                   | 5,578                                  |
| <b>TOTAL ASSETS</b>                               | <b>732,461</b>                          | <b>751,490</b>                          | <b>749,331</b>                         |
| <b>LIABILITIES AND EQUITY</b>                     |   |   |  |
| <b>LIABILITIES</b>                                |   |   |  |
| Due to banks                                      | 2,178                                   | 11,748                                  | 15,636                                 |
| Customers' deposits and other funding instruments | 617,328                                 | 623,053                                 | 620,471                                |
| Debt securities in issue                          |   |   |  |
| Other liabilities                                 | 16,388                                  | 24,598                                  | 17,435                                 |
| <b>TOTAL LIABILITIES</b>                          | <b>635,894</b>                          | <b>659,399</b>                          | <b>653,542</b>                         |
| <b>EQUITY</b>                                     |   |   |  |
| Stated capital                                    | 15,000                                  | 15,000                                  | 15,000                                 |
| Statutory reserves                                | 15,000                                  | 15,000                                  | 15,000                                 |
| Other reserves                                    | 4,156                                   | 3,785                                   | 4,397                                  |
| Retained earnings                                 | 62,411                                  | 58,306                                  | 61,392                                 |
| Total equity                                      | 96,567                                  | 92,091                                  | 95,789                                 |
| <b>TOTAL LIABILITIES AND EQUITY</b>               | <b>732,461</b>                          | <b>751,490</b>                          | <b>749,331</b>                         |

REPUBLIC BANK (GRENADA) LIMITED  
STATEMENT OF INCOME

|   | UNAUDITED<br>THREE MONTHS<br>ENDED |                     | UNAUDITED<br>SIX MONTHS<br>ENDED |                     | AUDITED<br>YEAR<br>ENDED |
|---|------------------------------------|---------------------|----------------------------------|---------------------|--------------------------|
|   | Mar-31-11<br>\$'000                | Mar-31-10<br>\$'000 | Mar-31-11<br>\$'000              | Mar-31-10<br>\$'000 | Sept-30-10<br>\$'000     |
| Net interest income                             | 8,226                              | 8,072               | 16,220                           | 16,144              | 32,856                   |
| Other income                                    | 2,068                              | 2,447               | 4,151                            | 4,959               | 8,489                    |
| <b>Operating income</b>                         | <b>10,294</b>                      | <b>10,519</b>       | <b>20,371</b>                    | <b>21,103</b>       | <b>41,345</b>            |
| Operating expenses                              | 7,302                              | 7,760               | 15,727                           | 15,824              | 30,865                   |
| <b>Operating profit</b>                         | <b>2,992</b>                       | <b>2,759</b>        | <b>4,644</b>                     | <b>5,279</b>        | <b>10,480</b>            |
| Loan impairment expense                         | 343                                | (139)               | 425                              | 149                 | 1,320                    |
| <b>Profit before taxation</b>                   | <b>2,649</b>                       | <b>2,898</b>        | <b>4,219</b>                     | <b>5,130</b>        | <b>9,160</b>             |
| Taxation expense/(credit)                       | 113                                | 47                  | 200                              | 58                  | (123)                    |
| <b>Net profit after taxation</b>                | <b>2,536</b>                       | <b>2,851</b>        | <b>4,019</b>                     | <b>5,072</b>        | <b>9,283</b>             |
| <b>Earnings per share</b>                       |                                    |                     |                                  |                     |                          |
| Basic   | \$1.69                             | \$1.90              | \$2.68                           | \$3.38              | \$6.19                   |
| Diluted   |                                    |                     |                                  |                     |                          |
| <b>Weighted average number of shares ('000)</b> |                                    |                     |                                  |                     |                          |
| Basic   | 1,500                              | 1,500               | 1,500                            | 1,500               | 1,500                    |

REPUBLIC BANK (GRENADA) LIMITED  
STATEMENT OF COMPREHENSIVE INCOME

|  | UNAUDITED<br>THREE MONTHS<br>ENDED |                     | UNAUDITED<br>SIX MONTHS<br>ENDED |                     | AUDITED<br>YEAR<br>ENDED |
|--|------------------------------------|---------------------|----------------------------------|---------------------|--------------------------|
|  | Mar-31-11<br>\$'000                | Mar-31-10<br>\$'000 | Mar-31-11<br>\$'000              | Mar-31-10<br>\$'000 | Sept-30-10<br>\$'000     |
| Net profit after taxation                                  | 2,536                              | 2,851               | 4,019                            | 5,072               | 9,283                    |
| Other comprehensive income:                                |                                    |                     |                                  |                     |                          |
| Net (loss) / gains on available-for-sale investments       | (199)                              | 439                 | (344)                            | 947                 | 1,821                    |
| Taxation expense   | 59                                 | (132)               | 103                              | (284)               | (546)                    |
| Other comprehensive income for the period, net of taxation | (140)                              | 307                 | (241)                            | 663                 | 1,275                    |
| Total comprehensive income for the period, net of taxation | <u>2,396</u>                       | <u>3,158</u>        | <u>3,778</u>                     | <u>5,735</u>        | <u>10,558</u>            |

REPUBLIC BANK (GRENADA) LIMITED  
STATEMENT OF CASH FLOWS

|  | UNAUDITED<br>SIX MONTHS<br>ENDED<br>Mar-31-11<br>\$'000 | UNAUDITED<br>SIX MONTHS<br>ENDED<br>Mar-31-10<br>\$'000 | AUDITED<br>YEAR<br>ENDED<br>Sept-30-10<br>\$'000 |
|--|---|---|--|
| <b>Operating activities</b>                            |   |   |  |
| Profit before taxation                                 | 4,219   | 5,130   | 9,160  |
| Adjustments for non-cash items                         | 3,566   | 1,835   | 5,424  |
| (Increase) in operating assets                         | (7,920)   | (8,970)   | (25,266)   |
| (Decrease)/increase in operating liabilities           | (3,322)   | 15,765  | 3,911  |
| Corporate Income tax                                   | (315)   |   |  |
| <b>Cash provided by/(used in) operating activities</b> | <b>(3,772)</b>  | <b>13,760</b>   | <b>(6,771)</b>                                   |
| <b>Investing activities</b>                            |   |   |  |
| Net decrease in investments                            | 11,519  | 10,909  | 15,364   |
| Additions to fixed assets                              | (1,073)   | (910)   | (4,745)  |
| Proceeds from sale of fixed assets                     | 63  |   | 22   |
| <b>Cash provided by investing activities</b>           | <b>10,509</b>   | <b>9,999</b>  | <b>10,641</b>                                    |
| <b>Financing activities</b>                            |   |   |  |
| (Decrease)/Increase in balances due to other banks     | (13,458)  |   | 4,804  |
| Dividends paid to shareholders                         | (3,000)   | (3,000)   | (4,125)  |
| <b>Cash (used in)/provided by financing activities</b> | <b>(16,458)</b>   | <b>(3,000)</b>  | <b>679</b>                                       |
| <b>Net (decrease)/increase in cash resources</b>       | <b>(9,721)</b>  | <b>20,759</b>   | <b>4,549</b>                                     |
| Cash and cash equivalents at beginning of period/year  | 59,591  | 55,042  | 55,042   |
| <b>Cash and cash equivalents at end of period/year</b> | <b>49,870</b>   | <b>75,801</b>   | <b>59,591</b>                                    |
|  | 49,870  |   |  |