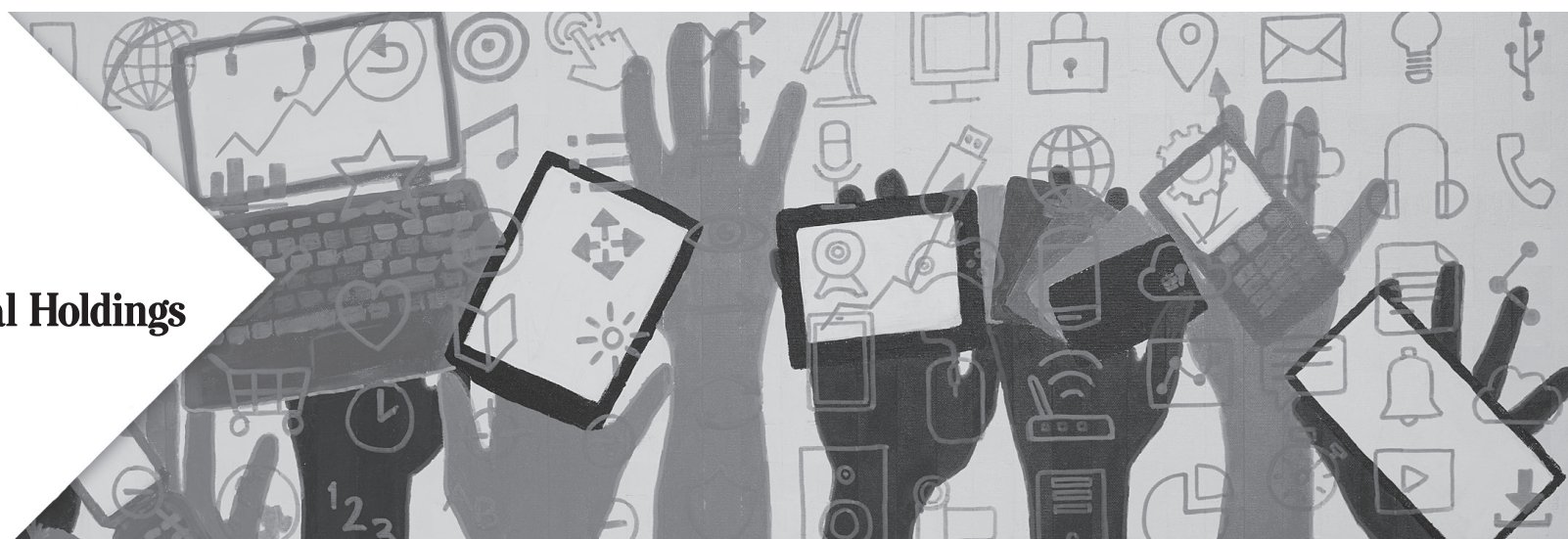




**Republic Financial Holdings**



# 2022 Separate Financial Statements



Ernst & Young  
P.O. Box 158  
5/7 Sweet Briar Road  
St. Clair, Port of Spain  
Trinidad

Tel: +1 868 628 1105  
Fax: +1 868 622 1153  
ey.com

## **INDEPENDENT AUDITOR'S REPORT**

To the Shareholders of Republic Financial Holdings Limited

### **Report on the Audit of the Summary Separate Financial Statements**

#### **Opinion**

The summary separate financial statements, which comprise the separate statement of financial position as at September 30, 2022, and the separate statements of income, comprehensive income, changes in equity and cash flows for the year then ended, and related summary notes, are derived from the audited separate financial statements of Republic Financial Holdings Limited (the "Company") for the year ended September 30, 2022.

In our opinion, the accompanying summary separate financial statements are consistent, in all material respects, with the audited separate financial statements, on the basis described in Notes 2 and 3.

#### **Summary Separate Financial Statements**

The summary separate financial statements do not contain all the disclosures required by International Financial Reporting Standards ("IFRSs"). Reading the summary separate financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited separate financial statements and the auditor's report thereon.

#### **The Audited Separate Financial Statements and Our Report Thereon**

We expressed an unmodified audit opinion on the audited separate financial statements in our report dated November 4, 2022.

#### **Responsibility of Management for the Summary Separate Financial Statements**

Management is responsible for the preparation of the summary separate financial statements on the basis described in Note 2.

#### **Auditor's Responsibility for the Audit of the Summary Separate Financial Statements**

Our responsibility is to express an opinion on whether the summary separate financial statements are consistent, in all material respects, with the audited separate 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.

Port of Spain  
TRINIDAD:  
November 4, 2022

## SEPARATE STATEMENT OF FINANCIAL POSITION

As at September 30, 2022

Expressed in thousands of Trinidad and Tobago dollars (\$'000)

	2022	2021
<b>ASSETS</b>		
Cash on hand	252,504	260,501
Investment securities	19,311	19,311
Investment in subsidiaries	9,481,075	9,481,075
Taxation recoverable	11,015	6,068
Other assets	22,131	89,705
<b>TOTAL ASSETS</b>	<b>9,786,036</b>	<b>9,856,660</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Other fund raising instruments	583,223	583,223
Debt securities in issue	620,327	765,589
Taxation payable	-	6,326
Accrued interest payable	17,044	18,893
Other liabilities	62,479	59,131
<b>TOTAL LIABILITIES</b>	<b>1,283,073</b>	<b>1,433,162</b>
<b>EQUITY</b>		
Stated capital	912,693	879,962
Statutory reserves	912,693	879,962
Retained earnings	6,677,577	6,663,574
<b>TOTAL EQUITY</b>	<b>8,502,963</b>	<b>8,423,498</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>9,786,036</b>	<b>9,856,660</b>

These separate financial statements were approved by the Board of Directors on November 4, 2022 and signed on its behalf by:



**Vincent A. Pereira**  
Chairman



**Nigel M. Baptiste**  
President and Chief Executive Officer



**Peter R. Inglefield**  
Director



**Kimberly G. Erriah-Ali**  
Corporate Secretary

## SEPARATE STATEMENT OF INCOME AND COMPREHENSIVE INCOME

For the year ended September 30, 2022

Expressed in thousands of Trinidad and Tobago dollars (\$'000)

	2022	2021
Interest income	315	131
Interest expense	(49,871)	(54,568)
<b>Net interest expense</b>	<b>(49,556)</b>	<b>(54,437)</b>
Dividend income	783,214	654,931
Other income	4,128	24,460
<b>Total income</b>	<b>737,786</b>	<b>624,954</b>
Operating expenses	(30,721)	(21,288)
<b>Net profit before taxation</b>	<b>707,065</b>	<b>603,666</b>
Taxation expense	(2,590)	(8,125)
<b>Net profit after taxation</b>	<b>704,475</b>	<b>595,541</b>
<b>Total comprehensive income for the year, net of tax</b>	<b>704,475</b>	<b>595,541</b>

## SEPARATE STATEMENT OF CHANGES IN EQUITY

For the year ended September 30, 2022

Expressed in thousands of Trinidad and Tobago dollars (\$'000)

	Stated capital	Statutory reserves	Retained earnings	Total equity
<b>Balance at October 1, 2020</b>	<b>862,115</b>	<b>862,115</b>	<b>6,588,564</b>	<b>8,312,794</b>
Total comprehensive income for the year	-	-	595,541	595,541
Issue of shares	12,232	-	-	12,232
Share-based payment	5,615	-	-	5,615
Transfer to statutory reserves	-	17,847	(17,847)	-
Dividends	-	-	(505,846)	(505,846)
Unclaimed dividends	-	-	3,162	3,162
<b>Balance at September 30, 2021</b>	<b>879,962</b>	<b>879,962</b>	<b>6,663,574</b>	<b>8,423,498</b>
Total comprehensive income for the year	-	-	704,475	704,475
Issue of shares	26,312	-	-	26,312
Share-based payment	6,419	-	-	6,419
Transfer to statutory reserves	-	32,731	(32,731)	-
Dividends	-	-	(661,476)	(661,476)
Unclaimed dividends	-	-	3,735	3,735
<b>Balance at September 30, 2022</b>	<b>912,693</b>	<b>912,693</b>	<b>6,677,577</b>	<b>8,502,963</b>

## SEPARATE STATEMENT OF CASH FLOWS

For the year ended September 30, 2022  
Expressed in thousands of Trinidad and Tobago dollars (\$'000).

	2022	2021
<b>Operating activities</b>		
Net profit before taxation	707,065	603,666
Adjustments for:		
Decrease/(increase) in other assets	67,573	(66,203)
Increase/(decrease) in other liabilities and accrued interest payable	1,499	(11,472)
Taxes paid, net of refund	(13,862)	(1,902)
<b>Cash provided by operating activities</b>	<b>762,275</b>	<b>524,089</b>
<b>Investing activities</b>		
Net change in investment in subsidiaries	-	(20,000)
<b>Cash used in investing activities</b>	<b>-</b>	<b>(20,000)</b>
<b>Financing activities</b>		
Net (payments)/proceeds from other fund raising instruments	-	(1,720)
Repayment of debt securities	(145,261)	(146,965)
Share-based payments	6,419	5,615
Proceeds from share issue	26,312	12,232
Dividends paid to shareholders	(661,476)	(505,846)
Unclaimed dividends	3,735	3,162
<b>Cash used in financing activities</b>	<b>(770,271)</b>	<b>(633,522)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(7,997)</b>	<b>(129,433)</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>260,501</b>	<b>389,934</b>
<b>Cash and cash equivalents at end of year</b>	<b>252,504</b>	<b>260,501</b>
<b>Cash and cash equivalents at end of year are represented by:</b>		
Cash on hand	252,504	260,501
<b>Supplemental information:</b>		
Interest received during the year	315	131
Interest paid during the year	51,687	52,177
Dividends received	783,214	654,931

## NOTES TO THE SUMMARY SEPARATE FINANCIAL STATEMENTS

For the year ended September 30, 2022  
Expressed in thousands of Trinidad and Tobago dollars (\$'000), Except where otherwise stated

### 1 CORPORATE INFORMATION

Republic Financial Holdings Limited (the 'Company' or 'RFHL'), the financial holding company for the Republic Group and the ultimate Parent of the Group, was incorporated on December 16, 2015, in the Republic of Trinidad and Tobago and its registered office is located at Republic House, 9-17 Park Street, Port of Spain. RFHL is listed on the Trinidad and Tobago Stock Exchange.

The RFHL 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 mainly in the Caribbean Community (CARICOM) region, Cayman Islands, Ghana, St. Maarten, Anguilla and the British Virgin Islands. It has most recently launched an insurance subsidiary in Trinidad and Tobago.

### 2 BASIS OF PREPARATION

The summary separate financial statements are prepared in accordance with the Guideline on the Publication of Abridged Financial Statements, issued by the Central Bank of Trinidad and Tobago, in conjunction with Section 80(1A) of the Financial Institutions Act. These summary separate financial statements are derived from the audited separate financial statements of Republic Financial Holdings Limited for the year ended September 30, 2022, which are prepared in accordance with International Financial Reporting Standards (IFRS), and are stated in Trinidad and Tobago dollars. These summary separate financial statements have been extracted from the audited separate financial statements which will be available on RFHL's website (<https://rfhl.com/>).

The Company has prepared the summary separate financial statements on the basis that it will continue to operate as a going concern. The Directors consider that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

### 3 SIGNIFICANT ACCOUNTING POLICIES

These summary separate financial statements have been prepared in accordance with the accounting policies set out in 'Note 2' of the September 30, 2022 audited separate financial statements, consistently applied from period to period. The Company has adopted all new and revised accounting standards and interpretations that are mandatory for annual accounting periods on or after January 1, 2021 and which are relevant to the Company's operations.

### 4 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 are both secured and unsecured and were carried out on commercial terms and conditions, at market rates.

	2022	2021
<b>Advances, investments and other assets</b>		
Deposits with Republic Bank Limited	274,447	281,019
<b>Deposits and other liabilities</b>		
Directors and key management personnel	1,049	1,500
<b>Interest and other expense</b>		
Directors and key management personnel	6,599	6,556

### 5 CONTINGENT LIABILITIES

#### Litigation

As at September 30, 2022, there were certain tax and legal proceedings outstanding against the Company. 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 action to determine the eventuality.