

CHAIRPERSON'S STATEMENT

Dear Shareholder,

For the half year ended March 31, 2025, the Bank recorded Net Profit after Tax of \$6.33 million, a decrease of 43.3% from the \$11.15 million recorded for the corresponding period last year. Our performance was negatively impacted by increased loan impairment expense for one large Corporate customer, partly offset by increased income and reduced operating expenses.

As at March 31, 2025, total assets stood at \$2.36 billion, an increase of \$0.139 billion over the \$2.22 billion reported as at September 30, 2024. The Bank remains well capitalised with total capital ratio of 12.47%.

The economic outlook for Grenada remains positive with projected growth of 4.1% for 2025 driven mainly by continuing growth in the tourism and construction sectors. However, global economic uncertainties relative to the imposition of trade tariffs and the resultant increase in cost of imports to consumers may dampen this positive outlook. The Bank will continue to seek opportunities to provide the necessary support to its customers to navigate these challenges.

Based on these results, and given the global uncertainties, the Directors have decided not to pay an interim dividend.



Karen Yip Chuck
CHAIRPERSON

May 5, 2025

Republic Bank (Grenada) Limited

Statement Of Financial Position

Expressed in thousands of Eastern Caribbean dollars

	UNAUDITED Mar-31-25 \$'000	UNAUDITED Mar-31-24 \$'000	AUDITED Sept-30-24 \$'000
ASSETS			
Cash resources	702,754	601,591	613,553
Advances	1,117,649	1,071,004	1,110,028
Investment securities	416,054	374,627	374,189
Premises and equipment	45,173	42,151	44,909
Other assets	75,660	87,416	75,854
Total Assets	2,357,290	2,176,789	2,218,533
Liabilities and Equity			
LIABILITIES			
Due to banks	242,658	163,659	181,464
Customers' deposits and other funding instruments	1,840,751	1,744,232	1,758,218
Other liabilities	22,427	27,766	26,364
Total Liabilities	2,105,836	1,935,657	1,966,046
EQUITY			
Stated capital	117,337	117,337	117,337
Statutory reserve	34,089	29,362	34,089
General contingency reserve	29,028	16,639	29,028
Retained earnings	71,000	77,794	72,033
Total equity	251,454	241,132	252,487
Total Liabilities and Equity	2,357,290	2,176,789	2,218,533

Republic Bank (Grenada) Limited

Statement of Income

Expressed in thousands of Eastern Caribbean dollars

	UNAUDITED SIX MONTHS ENDED Mar-31-25 \$'000	UNAUDITED SIX MONTHS ENDED Mar-31-24 \$'000	AUDITED YEAR ENDED Sept-30-24 \$'000
Net interest income	37,247	33,097	70,743
Other income	16,511	14,477	28,311
Operating income	53,758	47,574	99,054
Operating expenses	(30,653)	(32,659)	(69,615)
Operating profit	23,105	14,915	29,439
Credit loss (expense)/recovery on financial assets	(14,845)	(547)	3,082
Profit before taxation	8,260	14,368	32,521
Taxation expense	(1,933)	(3,215)	(8,887)
Net profit after taxation	6,327	11,153	23,634
Earnings per share			
Basic	\$1.68	\$2.96	\$6.26
Number of shares ('000)			
Basic	3,774	3,774	3,774
Weighted average	3,774	3,774	3,774

Republic Bank (Grenada) Limited

Statement of Comprehensive Income

Expressed in thousands of Eastern Caribbean dollars

	UNAUDITED SIX MONTHS ENDED		AUDITED YEAR ENDED
	Mar-31-25 \$'000	Mar-31-24 \$'000	Sept-30-24 \$'000
Net profit after taxation for the period/year	6,327	11,153	23,634
Other comprehensive (loss)/income (net of tax) that will not be reclassified to the income statement in subsequent periods:			
Re-measurement gain on defined benefit plans	-	-	3,403
Total comprehensive income for the period/year, net of taxation	6,327	11,153	27,037

Republic Bank (Grenada) Limited

Statement Of Cash Flows

Expressed in thousands of Eastern Caribbean dollars

	UNAUDITED SIX MONTHS ENDED		AUDITED YEAR ENDED
	Mar-31-25 \$'000	Mar-31-24 \$'000	Sept-30-24 \$'000
Operating Activities			
Profit before taxation	8,260	14,368	32,521
Adjustments for non-cash items	17,049	3,059	4,131
Increase in operating assets	(24,473)	(51,073)	(79,826)
Increase in operating liabilities	144,268	95,549	129,478
Taxes paid	(8,485)	(1,984)	(3,694)
Cash provided by operating activities	136,619	59,919	82,610
Investing Activities			
Net increase in investments	(42,020)	(40,003)	(43,216)
Additions to fixed assets	(1,768)	(3,624)	(8,003)
Proceeds from sale of fixed assets	125	-	20
Cash used in investing activities	(43,663)	(43,627)	(51,199)
Financing Activities			
Dividends paid	(7,358)	(4,906)	(9,435)
Repayment of principal portion of lease liabilities	(243)	(494)	(933)
Cash used in financing activities	(7,601)	(5,400)	(10,368)
Net increase in cash resources	85,355	10,892	21,043
Cash and cash equivalents at beginning of period/year	469,065	448,022	448,022
Cash and cash equivalents at end of period/year	554,420	458,914	469,065
Cash and cash equivalents at the end of the period/year are represented by:			
Cash on hand	35,723	26,165	34,805
Due from banks	434,919	408,605	356,108
Treasury Bills - Original maturities of three months or less	83,778	24,144	78,152
	554,420	458,914	469,065

Republic Bank (Grenada) Limited

Statement of Changes in Equity

Expressed in thousands of Eastern Caribbean dollars

	Stated Capital \$'000	Statutory Reserve \$'000	General Contingency Reserve \$'000	Retained Earnings \$'000	Total Equity \$'000
Unaudited period ended March 31, 2025					
Balance at October 1, 2024	117,337	34,089	29,028	72,033	252,487
Total comprehensive income for the period	-	-	-	6,327	6,327
Dividends paid	-	-	-	(7,360)	(7,360)
Balance at March 31, 2025	117,337	34,089	29,028	71,000	251,454
Unaudited period ended March 31, 2024					
Balance at October 1, 2023	117,337	29,362	16,639	71,547	234,885
Total comprehensive income for the period	-	-	-	11,153	11,153
Dividends paid	-	-	-	(4,906)	(4,906)
Balance at March 31, 2024	117,337	29,362	16,639	77,794	241,132
Audited year ended September 30, 2024					
Balance at October 1, 2023	117,337	29,362	16,639	71,547	234,885
Total comprehensive income for the year	-	-	-	27,037	27,037
Transfer to general contingency reserve	-	-	12,389	(12,389)	-
Transfer to Statutory reserve	-	4,727	-	(4,727)	-
Dividends paid	-	-	-	(9,435)	(9,435)
Balance at September 30, 2024	117,337	34,089	29,028	72,033	252,487

Republic Bank (Grenada) Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS

Expressed in thousands of Eastern Caribbean dollars

1. Corporate information

Republic Bank (Grenada) Limited (the Bank) is incorporated in Grenada and provides banking services through five branches in Grenada and Carriacou. The Bank was continued under the provision of the Companies Ordinance Section 365, 1995 on March 23, 1998 and its registered office is located at Republic House, Grand Anse, St. George, Grenada. The Bank is a subsidiary of Republic Financial Holdings Limited, formerly Republic Bank Limited.

Republic Financial Holdings Limited the financial holding company for the Republic Group is incorporated in the Republic of Trinidad and Tobago and its registered office is located at Republic House, 9-17 Park Street, Port of Spain. Republic Financial Holdings Limited is listed on the Trinidad and Tobago Stock Exchange.

The Republic 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.

2. Basis of preparation

This interim financial report for the period ended March 31, 2025 has been prepared in accordance with IAS 34, 'Interim Financial Reporting' and should be used in conjunction with the annual financial statements for the year ended September 30, 2024.

3. Significant accounting policies

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the annual financial statements for the year ended September 30, 2024.

4. Capital commitments

	UNAUDITED Mar-31-25 \$'000	UNAUDITED Mar-31-24 \$'000	AUDITED Sept-30-24 \$'000
Contracts for outstanding capital expenditure not provided for in the financial statements	3,185	3,008	2,166
Other capital expenditure authorised by the Directors but not yet contracted for	3,922	9,963	8,932

Republic Bank (Grenada) Limited

NOTES TO THE INTERIM FINANCIAL STATEMENTS

Expressed in thousands of Eastern Caribbean dollars

5. 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 were carried out on commercial terms and conditions, at market rates. There are no provisions for related party balances as at March 31, 2025.

	UNAUDITED		AUDITED
	Mar-31-25 \$'000	Mar-31-24 \$'000	Sept-30-24 \$'000
Advances, investments and other assets (net of provisions)			
Directors and key management personnel	5,003	5,332	5,231
Other related parties	205,641	247,767	287,781
	<u>210,644</u>	<u>253,099</u>	<u>293,012</u>
Deposits and other liabilities			
Directors and key management personnel	1,229	1,211	1,347
Other related parties	235,954	166,998	191,009
	<u>237,183</u>	<u>168,209</u>	<u>192,356</u>
Interest and other income			
Directors and key management personnel	132	95	145
Other related parties	3,563	414	955
	<u>3,695</u>	<u>509</u>	<u>1,100</u>
Interest and other expense			
Directors and key management personnel	220	132	496
Other related parties	5,205	5,826	11,353
	<u>5,425</u>	<u>5,958</u>	<u>11,849</u>
Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Bank.			
Key management compensation			
Short term benefits	751	1,547	2,042
Post employment benefits	26	22	48
	<u>777</u>	<u>1,569</u>	<u>2,090</u>

6. Deposits with Central Bank

The Eastern Caribbean Automated Clearing House (ECACH) System launched its operations effective September 2014. Republic Bank (Grenada) Limited has deposited three (3) day's collateral with the Eastern Caribbean Central Bank (ECCB) in the amount of \$26.9 million (three Treasury Bills totaling \$26.9 million) to guarantee settlement of all items being cleared through the ECACH.

7. Contingent liabilities

As at March 31, 2025, there were certain legal proceedings outstanding against the Bank. 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 that eventuality.