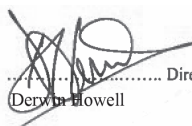


**Non-Consolidated Statement of Financial Position
As at September 30, 2019**

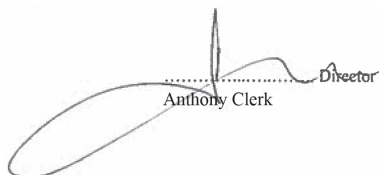
(All figures are expressed in Barbados Dollars)

	2019	2018
	\$	\$
ASSETS		
Due from Banks	1,494,881	782,933
Treasury bills	-	2,054,497
Investment interest receivable	3,842	9,378
Advances	2,658,492	3,277,519
Investment securities	23,493,097	3,839,068
Equipment	6,039	10,186
Employee benefits	1,037,006	928,097
Due from Related company	69,488	191,227
Other assets	925,936	819,487
Taxes recoverable	119,846	-
Deferred tax assets	284,199	2,482,905
TOTAL ASSETS	<u>30,092,826</u>	<u>34,395,297</u>
LIABILITIES AND EQUITY		
LIABILITIES		
Due to parent company	89,919	145,193
Other liabilities	158,098	301,689
Taxation payable	-	148,426
Employee benefits	24,561	22,014
Deferred tax liabilities	30,125	280,943
TOTAL LIABILITIES	<u>302,703</u>	<u>898,265</u>
EQUITY		
Stated capital	10,000,000	10,000,000
Statutory reserve	4,660,240	4,660,240
Other reserves	(540,012)	(395,147)
Retained earnings	15,669,895	19,231,939
TOTAL EQUITY	<u>29,790,123</u>	<u>33,497,032</u>
TOTAL LIABILITIES AND EQUITY	<u>30,092,826</u>	<u>34,395,297</u>

These financial statements were approved for issue by the Board of Directors on October 25, 2019 and signed on its behalf by:



..... Director
Derwin Howell



..... Director
Anthony Clerk

Non-Consolidated Statement of Loss For the Year Ended September 30, 2019

(All figures are expressed in Barbados Dollars)

	2019	2018
	\$	\$
Interest income	1,419,295	1,557,460
Net interest income	<u>1,419,295</u>	<u>1,557,460</u>
Non-interest income	523,478	1,105,677
Net interest and non-interest income	<u>1,942,773</u>	<u>2,663,137</u>
Operating expenses	(961,407)	(1,436,049)
Operating Profit	<u>981,366</u>	<u>1,227,088</u>
Credit loss expense	(2,826,954)	(2,576,808)
Net loss before taxation	<u>(1,845,588)</u>	<u>(1,349,720)</u>
Taxation	(1,716,456)	(17,547)
Net loss after taxation	<u>(3,562,044)</u>	<u>(1,367,267)</u>

Non-Consolidated Statement of Comprehensive Loss For the Year Ended September 30, 2019

(All figures are expressed in Barbados Dollars)

	2019	2018
	\$	\$
Net loss after taxation	<u>(3,562,044)</u>	<u>(1,367,267)</u>
Other comprehensive loss:		
Items of other comprehensive loss that will not be reclassified to profit or loss in subsequent periods:		
Re-measurement losses on defined benefit plans, net of tax	(144,865)	(155,200)
Net other comprehensive loss that will not be reclassified to profit or loss in subsequent periods:	<u>(144,865)</u>	<u>(155,200)</u>
Other comprehensive loss for the year, net of tax	(144,865)	(155,200)
Total comprehensive loss for the year, net of tax	<u>(3,706,909)</u>	<u>(1,522,467)</u>

Non-Consolidated Statement of Changes in Equity For the Year Ended September 30, 2019

(All figures are expressed in Barbados Dollars)

	Stated Capital	Statutory Reserve	Other Reserves	Net Unrealized Losses	Retained Earnings	Total
	\$	\$	\$	\$	\$	\$
Balance at October 01, 2017	10,000,000	4,660,240	(239,947)	92,032	27,430,049	41,942,374
Net Impact of adopting IFRS 9	-	-	-	(92,032)	(6,445,588)	(6,537,620)
Total comprehensive loss for the year, net of tax	-	-	(155,200)	-	(1,367,267)	(1,522,467)
Dividends	-	-	-	-	(385,255)	(385,255)
Balance at September 30, 2018	10,000,000	4,660,240	(395,147)	-	19,231,939	33,497,032
Balance at October 01, 2018	10,000,000	4,660,240	(395,147)	-	19,231,939	33,497,032
Total comprehensive loss for the year, net of tax	-	-	(144,865)	-	(3,562,044)	(3,706,909)
Balance at September 30, 2019	10,000,000	4,660,240	(540,012)	-	15,669,895	29,790,123

Non-Consolidated Statement of Cash Flows For the Year Ended September 30, 2019

(All figures are expressed in Barbados Dollars)

	2019	2018
	\$	\$
Operating activities		
Loss before taxation	(1,845,588)	(1,349,720)
Adjustments for:		
Depreciation	4,147	5,974
Credit loss expense on advances	(161,609)	(157,233)
Credit loss expense on investment securities	2,838,415	2,158,279
Fair value loss on mutual funds	150,148	575,762
Amortization of discount on investment securities and treasury bills	-	(249,715)
Write off withholding tax	-	257,250
	<u>985,513</u>	<u>1,240,597</u>

Non-Consolidated Statement of Cash Flows For the Year Ended September 30, 2019 (Cont'd)

(All figures are expressed in Barbados Dollars)

Changes in operating assets and liabilities		
Decrease in advances	780,636	143,774
Increase in employee benefits	(98,437)	(119,098)
Decrease in due from related party	121,739	14,706
(Increase)/decrease in other assets and investment interest receivable	(100,913)	289,938
Decrease in other liabilities	(143,591)	(222,145)
Corporation taxes paid (net)	(190,265)	(208,446)
Cash provided by operating activities	<u>1,354,682</u>	<u>1,139,326</u>
Investing activities		
Purchase of treasury bills > 90 days	-	(28,600,000)
(Purchases)/redemption of investment securities, net	(587,460)	2,610,578
Cash used in investing activities	<u>(587,460)</u>	<u>(25,989,422)</u>
Financing activities		
(Decrease)/increase in due to parent company	(55,274)	88,963
Dividends paid	-	(385,255)
Cash used in financing activities	<u>(55,274)</u>	<u>(296,292)</u>
Net increase/(decrease) in cash equivalents for the year	711,948	(25,146,388)
Cash and cash equivalents at the beginning of year	782,933	25,929,321
Cash and cash equivalents at the end of year	<u>1,494,881</u>	<u>782,933</u>
Cash and cash equivalents at the end of year is made up as follows:		
Due from banks	1,494,881	782,933
	<u>1,494,881</u>	<u>782,933</u>

Note 1 to the Summary Non-Consolidated Financial Statements

The summary non-consolidated financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary non-consolidated statement of financial position, summary non-consolidated statement of loss, summary non-consolidated statement of comprehensive loss, summary non-consolidated statement of changes in equity and summary non-consolidated statement of cash flows. The summary financial statements are derived from the audited non-consolidated financial statements of **Republic Finance & Trust (Barbados) Corporation** for the year ended 30 September 2019 which are prepared in accordance with international Financial Reporting Standards.



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REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY NON-CONSOLIDATED FINANCIAL STATEMENTS

TO THE SHAREHOLDER OF REPUBLIC FINANCE AND TRUST (BARBADOS) CORPORATION

Opinion

The summary non-consolidated financial statements, which comprise the summary non-consolidated statement of financial position as at 30 September 2019, the summary non-consolidated statement of loss, summary non-consolidated statement of comprehensive loss, summary non-consolidated statement of changes in equity and summary non-consolidated statement of cash flows for the year then ended and related notes, are derived from the complete audited non-consolidated financial statements of Republic Finance and Trust (Barbados) Corporation for the year ended 30 September 2019.

In our opinion, the accompanying summary non-consolidated financial statements are consistent, in all material respects, with the audited non-consolidated financial statements, on the basis described in Note 1.

Summary Non-Consolidated Financial Statements

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

The Audited Non-Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited non-consolidated financial statements in our report dated 29 October 2019.

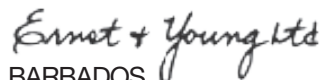
The audited non-consolidated financial statements and the summary non-consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited nonconsolidated financial statements.

Responsibilities of Management for the Summary Non-Consolidated Financial Statements

Management is responsible for the preparation of the summary non-consolidated financial statements in accordance with Note 1.

Auditor's Responsibilities for the Audit of the Summary Non-Consolidated Financial Statements

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



BARBADOS
29 October 2019

Republic Finance & Trust (Barbados) Corporation's Board of Directors:

Derwin Howell (Chairman), Jacqueline Quamina, William Layne, Anthony Clerk, G. Anthony King