

EAST CARIBBEAN FINANCIAL HOLDING COMPANY LIMITED
Interim Consolidated Balance Sheet
As at June 30, 2014

(expressed in thousands of Eastern Caribbean dollars)

	(Unaudited) June 30 2014 \$'000	(Audited) December 31 2013 \$'000	(Unaudited) June 30 2013 \$'000
Assets			
Cash and balances with Central Bank	243,956	166,613	233,937
Due from other banks	701,391	845,536	821,672
Trading financial assets	20,620	13,860	25,595
Deposits with non-bank financial institutions	3,642	1,605	4,467
Treasury bills	6,476	5,981	0
Originated loans - Loans & Advances to customers	1,822,262	1,868,728	1,851,576
- Bonds	10,031	10,033	10,031
Investments securities - held to maturity	60,792	53,755	61,031
- available-for-sale	526,321	468,710	451,960
Pledged assets	23,281	41,026	41,710
Due from reinsurers	3,953	4,692	4,647
Due from insurance agents, brokers and policyholders	1,571	2,352	3,774
Investment in associated undertaking	10,339	9,612	8,031
Property plant and equipment & intangibles	145,129	156,481	159,228
Investment Properties	15,215	15,215	15,302
Other assets	41,282	43,090	48,749
Income tax recoverable	4,355	4,591	4,415
Deferred tax asset	5,188	5,188	6,870
Retirement Benefit Asset	7,268	7,268	3,482
Total assets	3,653,072	3,724,336	3,756,477
Liabilities			
Deposits from banks	106,379	108,872	105,876
Due to customers	3,024,125	3,046,471	2,814,423
Other funding instruments	23,449	26,328	286,125
Borrowings	203,964	213,125	226,400
Preference shares	4,150	4,150	4,150
Due to reinsurers	3,202	1,284	2,447
Insurance Claims and Deferred Revenue	7,192	9,018	8,023
Other liabilities	11,467	54,099	41,476
Dividends Payable	277	278	569
Total Liabilities	3,384,205	3,463,625	3,489,489
Shareholders' equity			
Share capital	170,081	170,081	170,081
Contributed capital	3,289	1,118	4,118
Unrealized Gain / (loss) on investments	2,589	-5,346	(8,574)
Revaluation reserve	13,855	13,855	13,855
Reserves	152,986	154,297	148,240
Retained earnings	(123,323)	(123,280)	(119,785)
Profit for the period after taxes	(634)	(96)	10,769
Parent shareholders' equity	218,843	210,629	218,704
Minority Interest	50,023	50,082	48,283
Total equity and liabilities	3,653,071	3,724,336	3,756,476

EAST CARIBBEAN FINANCIAL HOLDING COMPANY LIMITED
Interim Consolidated Statement of Income
For the six month period ended June 30, 2014

(expressed in thousands of Eastern Caribbean dollars)

	(Unaudited) 6 mths to June 30, 2014 \$'000	(Audited) 12 mths to December 31, 2013 \$'000	(Unaudited) 6 mths to June 30, 2013 \$'000
Interest income	79,404	170,133	84,592
Interest expense	38,956	84,237	42,126
Net interest income	40,448	85,896	42,466
Other income	26,045	67,671	34,181
Operating income	66,493	153,567	76,647
Impairment Loss - Loans	15,255	39,954	9,623
Other operating expenses	48,973	107,475	53,589
Profit for the period before taxation and dividends	2,265	6,138	13,435
Dividends on preference Shares	0	291	0
Provision for tax	982	2,439	1,038
Profit for the period	1,283	3,408	12,397
Attributable to:			
- Equity holders	(634)	(96)	10,769
- Minority interest	1,917	3,504	1,628
Profit for the period	1,283	3,408	12,397
Earnings per share			
- basic	(\$0.03)	(\$5.13)	\$0.43
- diluted	(\$0.03)	(\$4.96)	\$0.42

EAST CARIBBEAN FINANCIAL HOLDING COMPANY LIMITED
Interim Consolidated Statement of Cash Flows
For the six month period ended June 30, 2014

(expressed in thousands of Eastern Caribbean dollars)

	(Unaudited) 6 mths to June 30, 2014 \$'000	(Audited) 12 mths to December 31, 2013 \$'000	(Unaudited) 6 mths to June 30, 2013 \$'000
Operating Activities			
- Profit before income tax	2,265	6,138	13,435
- Adjustments for items not affecting cash, changes in non-cash working capital components and other items, net	(74,100)	369,384	360,347
Cash flows from operating activities	(71,835)	375,522	373,782
Cash flows from investing activities	8,220	(5,419)	(3,048)
Cash flows from financing activities	(10,114)	4,155	42,703
Net (decrease) /increase in cash and cash equivalents	(73,729)	374,258	413,437
Cash and cash equivalents at beginning of period	889,212	514,954	514,953
Cash and cash equivalents at end of period	815,483	889,212	928,390

1. Accounting Policies

The accounting policies applied to these Interim Financial Statements are consistent with those policies applied in the Group's Financial Statements for the year ended 31 December 2013

2. Segment Analysis

The following Segment Analysis is prepared in accordance with IFRS 8:

	Domestic Banking \$000	Offshore banking \$000	Other \$000	Consolidation Adjustments \$000	Group \$000
6 months to June 30, 2014					
Profit Before Tax					
Net Interest Income	39,097	4,525	(3,175)	-	40,448
Net fee and commission income	12,468	2,485	1,478	(168)	16,264
Other Income	6,270	1,551	5,586	(3,626)	9,781
Impairment charge loans	(15,255)	-	-	-	(15,255)
Depreciation and amortization	(2,746)	(26)	(942)	(677)	(4,391)
Operating Expenses	(40,097)	(4,128)	(4,879)	4,521	(44,583)
Profit Before Taxation	(263)	4,408	(1,931)	50	2,265
Dividends on preference shares					
Share of profit of associates					
Income Tax	(716)	-	(266)	-	(982)
Profit for the period	(979)	4,408	(2,197)	50	1,283
Attributable to:					
Equity holders of the Company	(2,966)	4,408	(2,126)	50	(634)
Non-controlling interests	1,988	-	(71)	-	1,917
Profit for the period	(979)	4,408	(2,197)	50	1,283
Total Assets	2,852,501	824,087	365,508	(389,024)	3,653,073
Total Liabilities	2,613,849	780,868	112,892	(123,404)	3,384,205
6 months to June 30, 2013					
Profit Before Tax					
Net Interest Income	39,438	5,087	(2,174)	116	42,466
Net fee and commission income	12,100	1,638	1,030	(288)	14,481
Other Income	14,228	2,648	6,850	(4,025)	19,700
Impairment charge loans, investments and property	(9,623)	-	-	-	(9,623)
Depreciation and amortization	(2,730)	(28)	(994)	(442)	(4,194)
Operating Expenses	(45,876)	(4,357)	(3,358)	4,197	(49,394)
Profit Before Taxation	7,536	4,987	1,354	(442)	13,435
Dividends on preference shares					
Share of profit of associates					
Income Tax	(793)	-	(245)	-	(1,038)
Profit for the period	6,743	4,987	1,109	(442)	12,397
Attributable to:					
Equity holders of the Company	6,743	4,987	1,109	(442)	12,397
Non-controlling interests	-	-	-	-	-
Profit for the period	6,743	4,987	1,109	(442)	12,397
Total Assets	2,841,100	942,059	388,659	(415,341)	3,756,477
Total Liabilities	2,593,366	913,158	129,549	(146,584)	3,489,489