

REPORT OF THE INDEPENDENT AUDITOR ON THE
SUMMARY FINANCIAL STATEMENTS

To the Shareholders of East Caribbean Financial
Holding Company Limited

The accompanying summarized consolidated financial statements, which comprise the summary consolidated statement of financial position as at December 31, 2014, summary consolidated statement of income, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows for the year then ended, and related notes, are derived from the audited consolidated financial statements of East Caribbean Financial Holding Company Limited for the year ended December 31, 2014. We expressed an unmodified audit opinion on those consolidated financial statements in our report dated March 25, 2015. Those consolidated financial statements, and the summarized consolidated financial statements, do not reflect the effects of events that occurred subsequent to the date of our report on those consolidated financial statements.

The summarized consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summarized consolidated financial statements, therefore, is not a substitute for reading the audited consolidated financial statements of East Caribbean Financial Holding Company Limited.

Management’s Responsibility for the Summary Financial Statements
Management is responsible for the preparation of a summary of the audited consolidated financial statements on the basis of their established criteria as described in Note 1.

Auditors’ Responsibility
Our responsibility is to express an opinion on the summarized consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing 810, “Engagements to Report on Summary Financial Statements.”

Opinion
In our opinion, the summarized consolidated financial statements derived from the audited consolidated financial statements of East Caribbean Financial Holding Company Limited for the year ended December 31, 2014 are consistent, in all material respects, with those consolidated financial statements, on the basis of management’s criteria as described in Note 1.




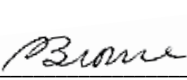
Ernst and Young
St. Lucia
March 25, 2015

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	2014 \$’000	2013 \$’000
Assets		
Cash, balances with Central Bank and due from banks	1,049,646	1,013,755
Investment Securities	671,772	583,333
Loans and receivables	1,780,743	1,878,761
Property and equipment	147,127	149,158
Investment properties	6,790	15,215
Other assets	66,928	84,112
Total assets	3,723,006	3,724,334
Liabilities		
Due to customers	3,235,180	3,181,671
Borrowings	152,883	213,125
Other liabilities	65,262	68,827
Total liabilities	3,453,325	3,463,623
Equity		
Share capital	170,081	170,081
Reserves	50,861	40,548
Attributable to the Company’s equity holders	220,942	210,629
Non – controlling interests	48,739	50,082
Total equity	269,681	260,711
Total liabilities and equity	3,723,006	3,724,334

Approved by the Board of Directors on 25 March 2014:

Director

Director

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Ordinary shares \$’000	Reserves \$’000	Total \$’000	Non-con- trolling interests \$’000	Total equity \$’000
Balance at 1 January 2013 (as restated)	170,081	60,193	230,274	46,668	276,942
Total comprehensive loss for the year	–	(16,816)	(16,816)	3,414	(13,402)
Transfers from reserves and net capital contributions	–	(2,829)	(2,829)	–	(2,829)
Balance at 31 December 2013	170,081	40,548	210,629	50,082	260,711
Balance at 1 January 2014	170,081	40,548	210,629	50,082	260,711
Total comprehensive income for the year	–	10,746	10,746	1,446	12,192
Transfers from reserves and net capital contributions	–	(433)	(433)	–	(433)
Dividends paid by subsidiaries	–	–	–	(1,813)	(1,813)
Disposal of subsidiary	–	–	–	(976)	(976)
Balance at 31 December 2014	170,081	50,861	220,942	48,739	269,681

SUMMARY CONSOLIDATED STATEMENT OF INCOME

	2014 \$’000	2013 \$’000
Continuing operations		
Net interest income	81,759	85,569
Other operating income	59,677	66,750
Impairment losses	(20,431)	(41,250)
Operating expenses	(105,390)	(106,366)
Share of profit in associates	1,794	1,581
Profit for the year before income tax	17,409	6,284
Income tax expense	(7,158)	(2,156)
Profit for the year from continuing operations:	10,251	4,128
Discontinued operation		
Profit/(loss) from discontinued operations:	813	(436)
Profit for the year	11,064	3,692
Attributable to:		
- Equity holders of the Company	9,548	188
- Non-controlling interests	1,516	3,504
Profit for the year	11,064	3,692
Earnings per share for earnings attributable to the equity holders of the Company during the year:		
- basic	0.39	-
- diluted	0.38	-

SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	2014 \$’000	2013 \$’000
Profit for the year	11,064	3,692
Other comprehensive income/(loss)		
Unrealised loss on available for sale investments	(29)	(17,755)
Re-measurement gains on defined benefit pension plan(net of tax)	1,157	661
Total comprehensive income/(loss) for the year	12,192	(13,402)
Total comprehensive income/(loss) attributable to:		
Equity holders of the company	10,746	(16,816)
Non-controlling interests	1,446	3,414
	12,192	(13,402)

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

	2014 \$’000	2013 \$’000
Net cash from operating activities	212,321	402,145
Net cash used in investing activities	(122,913)	(33,688)
Net cash (used in)/from financing activities	(62,488)	5,802
Increase in cash and cash equivalents	26,920	374,259
Cash and cash equivalents at beginning of year	889,212	514,953
Cash and cash equivalents at end of year	916,132	889,212

NOTES TO THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

Note 1. Basis of presentation

The summary consolidated financial statements are prepared in accordance with criteria developed by management. Under management’s established criteria, management discloses the summary consolidated statement of financial position, summary consolidated statement of income, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows. These summary financial statements are derived from the audited consolidated financial statements of East Caribbean Financial Holding Company Limited and its subsidiaries for the year ended 31 December 2014.

These summary consolidated financial statements have been prepared in accordance with the accounting policies set out in “Note 2” of the 31 December 2014 audited financial statements consistently applied from period to period. Any new Accounting Standards or interpretations which became effective in this financial year have had no material impact on the Group. The areas of critical accounting estimate and judgment as disclosed in “Note 4” of the 31 December 2014 audited financial statements, have also remained unchanged.

For the year ended 31 December 2014 (expressed in Eastern Caribbean dollars)



These summary financial statements have been prepared in accordance with the accounting policies set out in “Note 2” of the 31 December 2014 audited financial statements consistently applied from period to period. Any new Accounting Standards or interpretations which became effective in this financial year have had no material impact on the Group. The areas of critical accounting estimate and judgment as disclosed in “Note 4” of the 31 December 2014 audited financial statements, have also remained unchanged.