REPUBLIC BANK (GRENADA) LIMITED

FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED JUNE 30, 2008

BALANCE SHEET AS AT JUNE 30, 2008

<u>ASSETS</u>			
	Unaudited 30 June-08	Unaudited 30 June-07	Audited Y/E 30 Sept-07
Cash & due from banks	\$000's 116,159	\$000's 130,489	\$000's 107,994
Statutory reserve	37,964	35,120	34,908
Treasury Bills	10,734	11,403	11,529
Investments	127,493	125,793	126,291
Loans & Advances Provision for loan losses	396,151 (5,161)	363,990 (4,621)	368,911 (4,863)
Fixed Assets	60,963	46,582	50,457
Depreciation	(22,184)	(20,136)	(20,843)
Net Pension Asset	1,153	981	1,153
Other Assets	7,698	4,049	6,436
<u>Total Assets</u>	730,970	693,650	681,973
LIABILITIES & SHAREHOLDERS EQUITY			
<u>LIABILITIES</u>			
Current, Savings and Deposit Accounts	633,999	591,438	583,513
Due to other Banks	1,867	15,455	7,560
Post retirement benefits	1,940	1,696	1,940
Other liabilities	12,146	10,405	10,439
SHAREHOLDERS EQUITY			
Shares in issue	15,000	15,000	15,000
Statutory Reserves	15,000	15,000	15,000
Other Reserves	3,507	3,951	3,426
Retained Earnings	47,511	40,705	45,095
Shareholders Equity	81,018	74,656	78,521
Total liabilities and shareholders equity	730,970	693,650	681,973
Contingent Accounts	6,097	6,116	6,724

REPUBLIC BANK (GRENADA) LIMITED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED JUNE 30, 2008

INCOME STATEMENT FOR PERIOD ENDED JUNE 30, 2008

	Unaudited 30 June-08	Unaudited 30 June-07	Audited Y/E 30 Sept-07
Interest on loans Interest on Investments	26,284 9,796	24,121 10,667	32,573 14,591
Total interest income	36,080	34,788	47,164
Interest on Deposits	12,408	11,549	15,671
Total Interest Expense	12,408	11,549	15,671
Net Interest	23,672	23,239	31,493
Other income	8,647 32,319	6,974 30,213	10,026 41,519
Other Expenses Investment Impairment	22,719	20,992	27,878
Provisions for loan losses	381	43	344
	23,100	21,035	28,222
Profit before tax	9,219	9,178	13,297
Taxation	203	518	247
Profit after tax	9,016	8,660	13,050

REPUBLIC BANK (GRENADA) LIMITED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED JUNE 30, 2008

CASH FLOW STATEMENT FOR THE NINE MONTHS ENDED JUNE 30, 2008

	Unaudited 30 June-08	Unaudited 30 June-07	Audited Y/E 30 Sept-07
Profit before tax	9,219	9,178	13,297
Depreciation and non cash items	(1,184)	3,969	2,312
Provisions for loan losses	684	354	(654)
(Increase)/ Decrease in Customer loans	(26,942)	(20,661)	(24,982)
Increase/ (Decrease) in Customer deposits	50,486	32,585	24,660
(Increase) / Decrease in statutory deposit	(3,056)	(1,484)	(1,272)
(Increase)/ Decrease in other assets	1,794	3,983	1,208
Increase/ (Decrease) in other liabilities	1,707	(3,217)	(1,254)
Income taxes paid	(96)	(518)	(399)
Cash provided by operating activities	32,612	24,189	12,916
Net (purchase)/ Redemption of investments	(1,202)	(25,429)	639
Increase in fixed assets	(10,952)	(10,759)	(13,378)
Cash from investing activities	(12,154)	(36,188)	(12,739)
Dividends paid	(5,693)	(6,000)	(6,000)
Increase/ (decrease) in due to other banks	(6,600)	29,542	6,273
Cash from financing activities	(12,293)	23,542	273
Increase in cash resources	8,165	11,543	450
Cash resources at beginning of year	107,994	118,946	107,544
Cash resources at end of period	116,159	130,489	107,994

Republic Bank (Grenada) Limited

Investment Port folio as at June 30, 2008

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		MARKET VALUE	COUPON	MATURITY	
	CURRE	JUNE 2008	RATE	DATE	PLACE
EC\$ INVESTMENTS	CORRE	(EC\$'000)	IVATE	DATE	FLACE
Govt of G/da EC Stepup Bonds		\$6,363	1.00%	15-Sep-2025	Domestic
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GOVT GDA Nat Dev 2008	EC	\$432	7.00%	31-Jul-2008	Domestic
GOVT GDA Nat Dev 2008		\$200	7.00%	31-Jul-2008	Domestic
GOVT GDA Nat Dev 2008		\$151	7.00%	31-Jul-2008	Domestic
Subtotal Nat Dev Bonds		\$783			
ProDev 10 year 8% bonds	EC	\$3,000	8.00%	21-Dec-2017	Regional
Gov't of St. Kitts & Nevis 2015	EC	\$1,652	9.50%	1-Apr-2015	Regional
Gov't of St. Kitts C/Homes 2016	EC	\$1,285	11.00%	21-Dec-2016	Regional
FINCOR Debenture series A	EC	\$1,847	8.38%	31-Aug-2022	Domestic
FINCOR Debenture series B	EC	\$480	9.64%	31-Aug-2022	Domestic
Citigroup - St. Vincent Strips	EC	\$2,898	7.00%	11-May-2009	Regional
Govt of St.Kitts 10 year bond 2012	EC	\$3,382	7.50%	1-Aug-2012	Regional
Gravel, Concrete & EmulsionProducti	or EC	\$442	7.75%	28-Jul-2015	Domestic
Gravel, Concrete & EmulsionProducti	on Phase	\$299	7.50%	28-Jul-2015	Domestic
ECHMB Bonds	EC	\$2,482	5.50%	1-Jul-2010	Regional
Sub Total		\$17,767			
		MARKET VALUE	COUPON	MATURITY	
	CURRE	JUNE 2008	RATE	DATE	PLACE
EQUITY INVESTMENTS					
ECHMB	EC	\$175			Regional
Eastern C'bean Sec. Exchange	EC	\$147			Regional

VISA Inc Class C Shares	US	\$363			
Sub Total		\$685			
Total EC\$ Investment		\$25,598			
TT DOLLAR INVESTMENT					
WASA FIXED RATE BONDS	TT\$	23,108	11.50%	21-Nov-2021	Regional
	·	•			J
Sub Total - TT Dollar Investments		23,108			
*WASA Investment subject to 15% v	vithholding ta	ux by Gov't of T&T. tx v	/ield is 11.5	*.85/.7	
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US\$ INVESTMENTS	1	4			
TAURUS SERVICES LTD	US\$	\$1,009	7.40%	8-Dec-2010	Regional
TAURUS SERVICES LTD	US\$	\$4,872	7.35%	8-Jun-2010	Regional
TAURUS SERVICES LTD	US\$	\$1,606	7.30%	8-Dec-2009	Regional
TAURUS SERVICES LTD	US\$	\$3,574	7.30%	8-Dec-2009	Regional
TAURUS SERVICES LTD	US\$	\$5,462	7.25%	8-Jun-2009	Regional
TAURUS SERVICES LTD	US\$	\$5,774	7.20%	8-Dec-2008	Regional
Sub Total		22,297			
		MADIZET VALUE	COLIDON	MATURITY	1
	CURRE	MARKET VALUE MARCH 2008	COUPON RATE	MATURITY DATE	PLACE
Govt of T&T NOTES 2000	US		9.88%	9-Nov-2009	_
Govt of T&T NOTES 2000 Govt of T&T NOTES 2000	US	\$14,396 \$5,304			Regional
Sub Total	08	\$5,394 \$10,700	7.68%	9-Nov-2008	Regional
Sub Total		\$19,790			
Gov't of G/da US Stepup Bonds	US	\$4,823	1.00%	15-Sep-2025	Domestic
Sub Total		\$4,823			
UWI Float rate bonds	US	\$1,573	7.34%	30-Apr-2015	Regional
FCB St.Lucia 2011 5.125%	US	\$5,393	5.13%	14-Feb-2011	Regional
APG-St.Johns Port Expansion	US	\$6,018	10.50%	19-Dec-2015	Regional
Bank of St.Lucia Repo	US	\$6,388	5.50%	5-Feb-2006	Regional
Queen Elizabeth Hospital Strips	US	\$6,907	7.48%	19-Dec-2012	Regional
Govt of B/dos 2021 7.25%	US	\$5,598	7.15%	15-Dec-2021	Regional
Sub Total		\$31,877	7.2070	.0 000 2021	. togiona
		ΨΟ 1,077			1
Total US\$ Investment		\$78,787			1
					1

Grand Total	\$127,493	