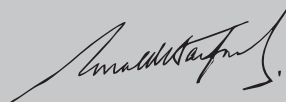


CHAIRMAN'S COMMENTS

Republic Financial Holdings Limited recorded profit attributable to shareholders of \$907.4 million for the nine months ending June 30, 2016, an increase of 1.1% over the corresponding period in 2015. Total assets stood at \$68.8 billion at June 30, 2016, an increase of 10.4% over June 2015.

The 2016 results consolidate the performance of the new subsidiaries, Republic Bank (Suriname) N.V. and HFC Bank (Ghana) Limited which was not the case in the comparative period in 2015.

While the Group faces economic challenges in our various markets, we expect the performance for the full year to be consistent with that of the first nine months.



Ronald F. deC. Harford
Chairman
July 27, 2016

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	UNAUDITED		AUDITED
	June-30-16 \$'000	June-30-15 \$'000	Sept-30-15 \$'000
ASSETS			
Cash resources	19,375,129	19,238,013	20,262,933
Advances	34,194,254	29,725,944	33,007,998
Investment securities	10,570,986	8,910,426	8,094,392
Premises and equipment	2,036,520	1,740,657	1,853,964
Net pension asset	1,198,715	1,273,545	1,223,147
Other assets	1,460,397	1,448,817	1,549,752
TOTAL ASSETS	68,836,001	62,337,402	65,992,186
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks	146,846	125,877	554,135
Customers' deposits and other funding instruments	55,400,047	49,454,914	52,298,151
Debt securities in issue	1,158,878	1,184,179	1,192,952
Other liabilities	2,474,804	2,498,228	2,536,339
TOTAL LIABILITIES	59,180,575	53,263,198	56,581,577
EQUITY			
Stated capital	765,493	738,357	739,125
Statutory reserves	1,212,198	1,205,734	1,194,889
Other reserves	600,976	705,557	636,543
Retained earnings	6,570,836	5,970,665	6,361,538
Attributable to equity holders of the parent	9,149,503	8,620,313	8,932,095
Non-controlling interest	505,923	453,891	478,514
TOTAL EQUITY	9,655,426	9,074,204	9,410,609
TOTAL LIABILITIES AND EQUITY	68,836,001	62,337,402	65,992,186

CONSOLIDATED STATEMENT OF INCOME

	UNAUDITED THREE MONTHS ENDED		UNAUDITED NINE MONTHS ENDED		AUDITED YEAR ENDED
	June-30-16 \$'000	June-30-15 \$'000	June-30-16 \$'000	June-30-15 \$'000	Sept-30-15 \$'000
Net interest income	739,285	617,897	2,278,470	1,791,326	2,453,036
Other income	376,803	497,861	1,070,281	1,104,444	1,462,399
Operating income	1,116,088	1,115,758	3,348,751	2,895,770	3,915,435
Operating expenses	(623,729)	(554,178)	(1,950,652)	(1,559,599)	(2,155,963)
	492,359	561,580	1,398,099	1,336,171	1,759,472
Net share of (loss)/profits of associated companies	(6,224)	1,391	(3,438)	17,385	39,276
Operating profit	486,135	562,971	1,394,661	1,353,556	1,798,748
Loan impairment expense	(48,008)	(121,838)	(154,756)	(145,015)	(165,264)
Profit before taxation	438,127	441,133	1,239,905	1,208,541	1,633,484
Taxation expense	(100,092)	(128,429)	(300,418)	(305,463)	(396,740)
Net profit after taxation	338,035	312,704	939,487	903,078	1,236,744
Attributable to:					
Equity holders of the parent	321,130	325,038	907,433	897,776	1,223,648
Non-controlling interest	16,905	(12,334)	32,054	5,302	13,096
	338,035	312,704	939,487	903,078	1,236,744
Earnings per share					
Basic			\$5.62	\$5.57	\$7.59
Diluted			\$5.61	\$5.56	\$7.57
Weighted average number of shares ('000)					
Basic			161,364	161,288	161,279
Diluted			161,620	161,566	161,662

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	UNAUDITED THREE MONTHS ENDED		UNAUDITED NINE MONTHS ENDED		AUDITED YEAR ENDED
	June-30-16 \$'000	June-30-15 \$'000	June-30-16 \$'000	June-30-15 \$'000	Sept-30-15 \$'000
Net profit after taxation	338,035	312,704	939,487	903,078	1,236,744
<i>Other comprehensive income (net of tax) that may be reclassified to profit and loss in subsequent periods or have been transferred to profit and loss in the current period:</i>					
Net gains/(losses) on available-for-sale investments	47,221	(77,681)	37,141	(158,248)	(226,908)
Translation adjustments	(37,331)	122,534	(13,105)	90,799	138,388
	9,890	44,853	24,036	(67,449)	(88,520)
<i>Other comprehensive income/(loss) (net of tax) that will not be reclassified to profit and loss in subsequent periods:</i>					
Re-measurement losses on defined benefit plans	-	-	-	-	29,575
Share of changes recognised directly in associate's equity	2,705	19	2,705	19	(1,781)
Other comprehensive income/(loss) for the period, net of taxation	12,595	44,872	26,741	(67,430)	(60,726)
Total comprehensive income for the period, net of taxation	350,630	357,576	966,228	835,648	1,176,018
Attributable to:					
Equity holders of the parent	334,256	386,713	919,704	847,302	1,163,542
Non-controlling interest	16,374	(29,137)	46,524	(11,654)	12,476
	350,630	357,576	966,228	835,648	1,176,018

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Stated Capital \$'000	Statutory Reserves \$'000	Other Reserves \$'000	Retained Earnings \$'000	Total equity attributable to equity holders of the parent \$'000	Non- controlling Interest \$'000	Total Equity \$'000
Period ended June 30, 2016							
Balance at October 1, 2015	739,125	1,194,889	636,543	6,361,538	8,932,095	478,514	9,410,609
Total comprehensive income for the period	-	-	12,319	907,385	919,704	46,524	966,228
Issue of shares	21,945	-	-	-	21,945	-	21,945
Share-based payment	4,423	-	-	-	4,423	-	4,423
Shares purchased for profit sharing scheme	-	-	(78,461)	-	(78,461)	-	(78,461)
Allocation of shares	-	-	54,762	-	54,762	-	54,762
Transfer to general contingency reserves	-	-	(24,187)	24,187	-	-	-
Transfer to statutory reserves	-	17,309	-	(17,309)	-	-	-
Share of changes in equity	-	-	-	-	-	1,061	1,061
Dividends	-	-	-	(704,965)	(704,965)	-	(704,965)
Dividends paid to non-controlling interest	-	-	-	-	-	(20,176)	(20,176)
Balance at June 30, 2016	765,493	1,212,198	600,976	6,570,836	9,149,503	505,923	9,655,426
Period ended June 30, 2015							
Balance at October 1, 2014	704,871	1,202,364	744,363	5,785,296	8,436,894	309,429	8,746,323
Total comprehensive income for the period	-	-	(50,474)	897,776	847,302	(11,654)	835,648
Issue of shares	27,374	-	-	-	27,374	-	27,374
Share-based payment	6,112	-	-	-	6,112	-	6,112
Shares purchased for profit sharing scheme	-	-	(60,475)	-	(60,475)	-	(60,475)
Allocation of shares	-	-	49,195	-	49,195	-	49,195
Transfer to general contingency reserves	-	-	22,948	(22,948)	-	-	-
Transfer to statutory reserves	-	3,370	-	(3,370)	-	-	-
Acquisition of Non-Controlling Interest	-	-	-	-	-	191,547	191,547
Dividends	-	-	-	(686,089)	(686,089)	-	(686,089)
Dividends paid to non-controlling interest	-	-	-	-	-	(35,431)	(35,431)
Balance at June 30, 2015	738,357	1,205,734	705,557	5,970,665	8,620,313	453,891	9,074,204
Year ended September 30, 2015							
Balance at October 1, 2014	704,871	1,202,364	744,363	5,785,296	8,436,894	309,429	8,746,323
Total comprehensive income for the period	-	-	(89,647)	1,253,189	1,163,542	12,476	1,176,018
Issue of shares	27,374	-	-	-	27,374	-	27,374
Share-based payment	6,880	-	-	-	6,880	-	6,880
Shares purchased for profit sharing scheme	-	-	(67,410)	-	(67,410)	-	(67,410)
Allocation of shares	-	-	49,195	-	49,195	-	49,195
Transfer to general contingency reserves	-	-	42	(42)	-	-	-
Transfer to statutory reserves	-	(7,475)	-	7,475	-	-	-
Acquisition of non-controlling Interest	-	-	-	-	-	192,040	192,040
Dividends	-	-	-	(687,597)	(687,597)	-	(687,597)
Dividends paid to non-controlling interest	-	-	-	-	-	(35,431)	(35,431)
Other	-	-	-	3,217	3,217	-	3,217
Balance at September 30, 2015	739,125	1,194,889	636,543	6,361,538	8,932,095	478,514	9,410,609

CONSOLIDATED STATEMENT OF CASH FLOWS

	UNAUDITED NINE MONTHS ENDED		AUDITED YEAR ENDED
	June-30-16 \$'000	June-30-15 \$'000	Sept-30-15 \$'000
Operating activities			
Profit before taxation	1,239,905	1,208,541	1,633,484
Adjustments for non-cash items	619,497	482,323	479,347
Increase in operating assets	(1,315,342)	(1,564,304)	(3,631,236)
Increase in operating liabilities	3,081,990	750,829	814,844
Taxes paid	(376,442)	(242,898)	(331,570)
Cash provided by/ (used in) operating activities	3,249,608	634,491	(1,035,131)
Investing activities			
Net (increase)/decrease in investments	(2,162,385)	(491,668)	213,203
Acquisition of subsidiary, net of cash acquired	-	8,175	1,195,752
Dividends from associated companies	970	1,909	5,638
Additions to premises and equipment	(319,890)	(214,586)	(287,338)
Proceeds from sale of premises and equipment	3,760	2,901	17,134
Cash (used in)/provided by investing activities	(2,477,545)	(693,269)	1,144,389
Financing activities			
(Decrease)/increase in balances due to other banks	(407,289)	2,118	325,700
Repayment of debt securities	(34,074)	(18,581)	(12,510)
Net proceeds from share issue	21,947	27,374	27,374
Shares purchased for profit sharing scheme	(78,461)	(60,475)	(67,410)
Allocation of shares from profit sharing plan	54,762	49,195	49,195
Dividends paid to shareholders of the parent	(704,965)	(686,089)	(687,597)
Dividends paid to non-controlling interest	(20,176)	(35,431)	(35,431)
Cash used in financing activities	(1,168,256)	(721,889)	(400,679)
Net decrease in cash resources	(396,193)	(780,667)	(291,421)
Net foreign exchange difference	(387,555)	(7,140)	(7,140)
Cash and cash equivalents at beginning of period/year	13,492,116	13,790,677	13,790,677
Cash and cash equivalents at end of period/year	12,708,368	13,002,870	13,492,116
Supplemental information:			
Interest received during the period/year	2,668,529	1,985,793	2,742,574
Interest paid during the period/year	(376,367)	(192,131)	(297,696)
Dividends received	1,251	584	442

**NOTES TO THE INTERIM CONSOLIDATED
FINANCIAL STATEMENTS**
1 Corporate information

On December 16, 2015 by Legal Notice no 215 of 2015 the business of Republic Bank Limited was transferred and vested into Republic Finance and Merchant Bank Limited (FINCOR). FINCOR was renamed Republic Bank Limited and Republic Bank Limited was renamed Republic Financial Holdings 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 in the Caricom region and Ghana.

2 Basis of preparation

This interim financial report for the period ended June 30, 2016 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, 2015.

New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended September 30, 2015.

3 Capital commitments

	UNAUDITED		AUDITED
	June-30-16 \$'000	June-30-15 \$'000	Sept-30-15 \$'000
Contracts for outstanding capital expenditure not provided for in the financial statements	511,915	544,509	378,100
Other capital expenditure authorised by the Directors but not yet contracted for	75,812	233,076	89,333

4 General Contingency Reserve

Specific provisions are made for non-performing advances based on the difference between the loan balances and the discounted realisable value of collateral held. These provisions are charged through the statement of income.

A General Contingency Reserve is created as an appropriation of retained earnings, for the difference between the specific provision and non-performing advances. When the collateral is realised, the reserve is released back to retained earnings. The General Contingency Reserve serves to enhance the Group's non-distributable capital base. As at June 30, 2016, the balance in the General Contingency Reserve of \$617.5 million is part of Other Reserves which totals \$601.0 million.

**NOTES TO THE INTERIM CONSOLIDATED
FINANCIAL STATEMENTS (CONTINUED)**
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.

	UNAUDITED		AUDITED
	June-30-16 \$'000	June-30-15 \$'000	Sept-30-15 \$'000
Outstanding Balances			
Advances, investments and other assets			
Directors and key management personnel	15,074	17,345	17,717
Other related parties	143,464	94,773	101,095
	<u>158,538</u>	<u>112,118</u>	<u>118,812</u>
Deposits and other liabilities			
Directors and key management personnel	72,314	75,604	63,434
Other related parties	105,130	72,376	75,848
	<u>177,444</u>	<u>147,980</u>	<u>139,282</u>
Interest and other income			
Directors and key management personnel	681	654	1,229
Other related parties	9,943	3,414	7,576
	<u>10,624</u>	<u>4,068</u>	<u>8,805</u>
Interest and other expense			
Directors and key management personnel	2,732	1,972	7,551
Other related parties	3,076	297	2,558
	<u>5,808</u>	<u>2,269</u>	<u>10,109</u>
Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group.			
Key management compensation			
Short term benefits	30,574	28,517	30,508
Share-based payment	4,423	6,112	6,912
	<u>34,997</u>	<u>34,629</u>	<u>37,420</u>

6 Segment reporting

The Group analyses its operations by geographic segments, reflecting its management structure as follows:

	Trinidad and Tobago \$'000	Barbados \$'000	Guyana \$'000	Cayman, Suriname and Eastern Caribbean \$'000	Ghana \$'000	Eliminations \$'000	Total \$'000
Unaudited Nine months ended June 30, 2016							
Operating income	2,558,165	420,968	217,983	327,350	255,930	(431,645)	3,348,751
Net profit before taxation	1,345,489	151,418	103,433	92,074	167	(452,676)	1,239,905
Total assets	52,744,949	8,989,140	4,796,974	8,226,423	2,748,804	(8,670,289)	68,836,001
Unaudited Nine months ended June 30, 2015							
Operating income	2,394,221	371,968	197,982	170,784	44,105	(283,290)	2,895,770
Net profit/(loss) before taxation	1,271,932	114,404	92,049	29,846	(55,347)	(244,343)	1,208,541
Total assets	46,364,000	8,506,408	4,396,955	5,177,372	1,910,571	(4,017,904)	62,337,402
Audited Year ended September 30, 2015							
Operating income	3,089,463	517,763	280,829	232,472	87,466	(292,558)	3,915,435
Net profit/(loss) before taxation	1,640,481	165,188	130,362	62,166	(83,631)	(281,082)	1,633,484
Total assets	48,366,058	8,442,558	4,327,834	8,488,876	2,234,069	(5,867,209)	65,992,186

Eliminations represent outstanding balances with other entities within the Group which are required to be eliminated in the preparation of consolidated financial statements.

7 Contingent liabilities

As at June 30, 2016, there were certain legal proceedings outstanding against the Group. 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.