

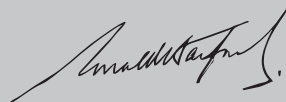
CHAIRMAN'S COMMENTS

I am pleased to report that Republic Bank recorded profit attributable to shareholders of \$869.1 million for the nine months ended June 2014, an increase of 1.3% over the corresponding period last year.

We are encouraged by the growth in our total assets and loan portfolio of 6% and 8.5% respectively over the corresponding period in 2013 and the decline in non-performing loans to 3.6% of total loans, which is reflective of the improved performance in the economies of Trinidad and Tobago and Guyana. This is tempered somewhat by the continued weak economic performance in Barbados and the Eastern Caribbean.

In April 2014, as mandated by the Ghana Code on Takeovers and Mergers and after obtaining approval from the Central Bank of Ghana, we submitted an Offeror Statement to HFC Bank Ghana and the Securities and Exchange Commission (SEC) of Ghana to acquire the remaining 60% shares in HFC Bank Ghana. This is now subject to legal challenge before the Ghanaian courts. In the meantime, we continue to pursue avenues to amicably resolve the matter.

We expect that the Group's performance will continue through the last quarter of the year.



Ronald F. deC. Harford
Chairman
July 30, 2014

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	UNAUDITED		AUDITED
	June-30-14 \$'000	June-30-13 \$'000	Sept-30-13 \$'000
Assets			
Cash resources	20,463,248	19,714,990	19,819,135
Advances	26,628,749	24,550,077	25,235,517
Investment securities	8,292,765	7,585,602	8,131,047
Premises and equipment	1,588,591	1,583,109	1,584,014
Net pension asset	1,254,178	1,271,066	1,275,093
Other assets	1,230,031	1,397,316	1,518,209
Total Assets	59,457,562	56,102,160	57,563,015
Liabilities and Equity			
Liabilities			
Due to banks	126,846	117,758	73,349
Customers' deposits and other funding instruments	47,478,322	44,474,668	45,503,284
Debt securities in issue	1,071,134	1,233,109	1,229,058
Other liabilities	2,205,279	2,005,882	2,160,757
Total Liabilities	50,881,581	47,831,417	48,966,448
Equity			
Stated capital	698,890	643,250	649,932
Statutory reserves	1,201,346	1,067,652	1,068,708
Other reserves	839,262	1,035,260	1,052,182
Retained earnings	5,531,244	5,264,024	5,533,327
Attributable to equity holders of the parent	8,270,742	8,010,186	8,304,149
Non-controlling interest	305,239	260,557	292,418
Total equity	8,575,981	8,270,743	8,596,567
Total Liabilities and Equity	59,457,562	56,102,160	57,563,015

CONSOLIDATED STATEMENT OF INCOME

	UNAUDITED THREE MONTHS ENDED		UNAUDITED NINE MONTHS ENDED		AUDITED YEAR ENDED
	June-30-14 \$'000	June-30-13 \$'000	June-30-14 \$'000	June-30-13 \$'000	Sept-30-13 \$'000
Net interest income	568,514	535,067	1,699,208	1,615,575	2,180,666
Other income	311,996	337,932	1,104,913	927,670	1,256,599
Operating income	880,510	872,999	2,804,121	2,543,245	3,437,265
Operating expenses	(454,292)	(383,993)	(1,585,879)	(1,274,037)	(1,739,324)
	426,218	489,006	1,218,242	1,269,208	1,697,941
Share of profits/(loss) of associated companies	6,867	(74,259)	34,343	(70,403)	(60,324)
Operating profit	433,085	414,747	1,252,585	1,198,805	1,637,617
Loan impairment expense	(25,838)	(26,800)	(79,242)	(71,852)	(57,052)
Profit before taxation	407,247	387,947	1,173,343	1,126,953	1,580,565
Taxation expense	(88,003)	(78,094)	(271,439)	(256,348)	(383,440)
Net profit after taxation	319,244	309,853	901,904	870,605	1,197,125
Attributable to:					
Equity holders of the parent	308,312	305,138	869,070	857,608	1,169,991
Non-controlling interest	10,932	4,715	32,834	12,997	27,134
	319,244	309,853	901,904	870,605	1,197,125
Earnings per share					
Basic			\$5.40	\$5.35	\$7.30
Diluted			\$5.38	\$5.34	\$7.28
Weighted average number of shares ('000)					
Basic			160,878	160,249	160,294
Diluted			161,432	160,722	160,768

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	UNAUDITED THREE MONTHS ENDED		UNAUDITED NINE MONTHS ENDED		AUDITED YEAR ENDED
	June-30-14 \$'000	June-30-13 \$'000	June-30-14 \$'000	June-30-13 \$'000	Sept-30-13 \$'000
Net profit after taxation	319,244	309,853	901,904	870,605	1,197,125
Other comprehensive income:					
Net gains/(losses) on available-for-sale investments	17,320	(51,746)	(121,737)	34,157	39,124
Taxation impact	(3,477)	1,019	30,385	(19,101)	(21,482)
	13,843	(50,727)	(91,352)	15,056	17,642
Translation adjustments	(74,966)	(291)	(152,118)	2,673	(8,295)
Share of changes recognised directly in associate's equity	(8,270)	1,817	(8,270)	4,077	4,077
Other comprehensive (loss)/income for the period, net of taxation	(69,393)	(49,201)	(251,740)	21,806	13,424
Total comprehensive income for the period, net of taxation	249,851	260,652	650,164	892,411	1,210,549
Attributable to:					
Equity holders of the parent	241,308	259,738	621,754	886,399	1,190,189
Non-controlling interest	8,543	914	28,410	6,012	20,360
	249,851	260,652	650,164	892,411	1,210,549

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, 2014							
Balance at October 1, 2013	649,932	1,068,708	1,052,182	5,533,327	8,304,149	292,418	8,596,567
Total comprehensive income for the period	-	-	(247,316)	869,070	621,754	28,410	650,164
Issue of shares	44,053	-	-	-	44,053	-	44,053
Share-based payment	4,905	-	-	-	4,905	-	4,905
Allocation of shares	-	-	(18,865)	-	(18,865)	-	(18,865)
Transfer to general contingency reserves	-	-	53,261	(53,261)	-	-	-
Transfer to statutory reserves	-	132,638	-	(132,638)	-	-	-
Dividends	-	-	-	(685,254)	(685,254)	-	(685,254)
Dividends paid to non-controlling interest	-	-	-	-	-	(15,589)	(15,589)
Balance at June 30, 2014	698,890	1,201,346	839,262	5,531,244	8,270,742	305,239	8,575,981
Period ended June 30, 2013							
Balance at October 1, 2012	628,150	892,652	783,805	5,586,968	7,891,575	663,612	8,555,187
Total comprehensive income for the period	-	-	28,791	857,608	886,399	6,012	892,411
Issue of shares	9,991	-	-	-	9,991	-	9,991
Share-based payment	5,109	-	-	-	5,109	-	5,109
Allocation of shares	-	-	47,754	-	47,754	-	47,754
Transfer to general contingency reserves	-	-	174,910	(174,910)	-	-	-
Transfer to statutory reserves	-	175,000	-	(175,000)	-	-	-
Acquisition of Non-Controlling Interest	-	-	-	(146,610)	(146,610)	(383,035)	(529,645)
Dividends	-	-	-	(684,032)	(684,032)	-	(684,032)
Dividends paid to non-controlling interest	-	-	-	-	-	(26,032)	(26,032)
Balance at June 30, 2013	643,250	1,067,652	1,035,260	5,264,024	8,010,186	260,557	8,270,742
Year ended September 30, 2013							
Balance at October 1, 2012	628,150	892,652	783,805	5,586,968	7,891,575	663,612	8,555,187
Total comprehensive income for the period	-	-	20,198	1,169,991	1,190,189	20,360	1,210,549
Issue of shares	15,244	-	-	-	15,244	-	15,244
Share-based payment	6,538	-	-	-	6,538	-	6,538
Allocation of shares	-	-	47,754	-	47,754	-	47,754
Transfer to general contingency reserves	-	-	200,425	(200,425)	-	-	-
Transfer to statutory reserves	-	176,056	-	(176,056)	-	-	-
Acquisition of non-controlling interest	-	-	-	(164,123)	(164,123)	(365,522)	(529,645)
Dividends	-	-	-	(683,028)	(683,028)	-	(683,028)
Dividends paid to non-controlling interest	-	-	-	-	-	(26,032)	(26,032)
Balance at September 30, 2013	649,932	1,068,708	1,052,182	5,533,327	8,304,149	292,418	8,596,567

CONSOLIDATED STATEMENT OF CASH FLOWS

	UNAUDITED NINE MONTHS ENDED		AUDITED YEAR ENDED
	June-30-14 \$'000	June-30-13 \$'000	Sept-30-13 \$'000
Operating activities			
Profit before taxation	1,173,343	1,126,953	1,580,565
Adjustments for non-cash items	360,800	303,956	323,900
Increase in operating assets	(2,008,302)	(1,774,767)	(2,429,950)
Increase in operating liabilities	2,081,657	4,715,907	5,851,967
Taxes paid	(346,010)	(237,623)	(324,992)
Cash provided by operating activities	1,261,488	4,134,426	5,001,490
Investing activities			
Net (decrease)/increase in investments	(419,795)	71,349	(367,008)
Net cash outflow from the purchase of associated company	-	(247,431)	(297,767)
Acquisition of non-controlling interest	-	(529,645)	(529,645)
Dividends from associated companies	9,740	2,381	3,305
Additions to fixed assets	(142,376)	(148,722)	(201,686)
Proceeds from sale of fixed assets	3,256	2,907	4,760
Cash used in investing activities	(549,175)	(849,161)	(1,388,041)
Financing activities			
Increase in balances due to other banks	53,497	33,252	(11,157)
Repayment of debt securities	(157,924)	(7,438)	(11,489)
Net proceeds from share issue	44,053	9,991	15,244
Allocation of shares from profit sharing plan	(18,865)	47,754	47,754
Dividends paid to shareholders of the parent	(685,254)	(684,032)	(683,028)
Dividends paid to non-controlling interest	(15,589)	(26,032)	(26,032)
Cash used in financing activities	(780,082)	(626,505)	(668,708)
Net (decrease)/increase in cash resources	(67,769)	2,658,760	2,944,741
Net foreign exchange difference	18,274	(931)	5,598
Cash and cash equivalents at beginning of period/year	14,459,643	11,509,304	11,509,304
Cash and cash equivalents at end of period/year	14,410,148	14,167,133	14,459,643
Supplemental information:			
Interest received during the period/year	1,908,894	1,870,161	2,543,873
Interest paid during the period/year	(225,982)	(249,604)	(347,427)
Dividends received	672	402	464

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

Republic Bank Limited (the 'Parent') is incorporated in the Republic of Trinidad and Tobago and was continued under the provision of the Companies Act, 1995 on March 23, 1998. Its registered office is located at Republic House, 9-17 Park Street, Port of Spain.

The Republic Bank Group (the 'Group') is a financial services group comprising fourteen (14) subsidiaries and four (4) associated companies. The Group is engaged in a wide range of banking, financial and related activities in Trinidad and Tobago, the Caribbean and from November 2012 in Ghana. Republic Bank Limited is the ultimate Parent of the Group and is listed on the Trinidad and Tobago Stock Exchange.

Until October 31, 2012, the CL Financial Group held through its various subsidiaries, 51.4% of the shares of Republic Bank Limited, of which Colonial Life Insurance Company (Trinidad) Limited (CLICO) and CLICO Investment Bank Limited (CIB) combined, held 51.1%.

CLICO Investment Bank Limited (CIB) which owned together with its subsidiary First Company Limited 18.3% of the shareholding of Republic Bank Limited was on October 17, 2011 ordered by the High Court to be wound up and the Deposit Insurance Company appointed liquidator. Accordingly this 18.3% shareholding is under the control of the Deposit Insurance Company.

On November 1, 2012, 24.8% of Republic Bank, formerly owned by Colonial Life Insurance Company (Trinidad) Limited (CLICO), was transferred into an investment fund launched by the Government of the Republic of Trinidad and Tobago and called the CLICO Investment Fund (the Fund). The Trustee of the Fund is the CLICO Trust Corporation Limited which holds the 24.8% shareholding in Republic Bank Limited in trust solely for the benefit of subscribing Unit holders of the Fund. The Fund is as a consequence the largest shareholder in Republic Bank Limited.

Effective November 1, 2012, the CL Financial Group is no longer considered a related party of Republic Bank Limited.

2 Basis of preparation

This interim financial report for the period ended June 30, 2014 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, 2013.

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, 2013, except for the adoption of IFRS 10 "Consolidated Financial Statements" effective October 1, 2013. The adoption of this standard resulted in the consolidation of the US\$ Fixed Income Fund which has a total asset base of TT\$38.0 million as at June 30, 2014.

3 Capital commitments

	UNAUDITED		AUDITED
	June-30-14 \$'000	June-30-13 \$'000	Sept-30-13 \$'000
Contracts for outstanding capital expenditure not provided for in the financial statements	460,907	119,226	119,448
Other capital expenditure authorised by the Directors but not yet contracted for	73,672	49,900	23,736

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, 2014, the balance in the General Contingency Reserve of \$707.1 million is part of Other Reserves which totals \$839.3 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-30-14 \$'000	June-30-13 \$'000	Sept-30-13 \$'000
Outstanding Balances			
Advances, investments and other assets			
Directors and key management personnel	30,813	21,227	21,364
Other related parties	194,489	165,967	157,704
	<u>225,302</u>	<u>187,194</u>	<u>179,068</u>
Deposits and other liabilities			
Directors and key management personnel	57,547	95,080	89,566
Other related parties	94,754	104,199	65,358
	<u>152,301</u>	<u>199,279</u>	<u>154,924</u>
Interest and other income			
Directors and key management personnel	863	1,052	1,609
Other related parties	10,126	9,351	12,561
	<u>10,989</u>	<u>10,403</u>	<u>14,170</u>
Interest and other expense			
Directors and key management personnel	1,962	2,483	3,157
Other related parties	251	319	246
	<u>2,213</u>	<u>2,802</u>	<u>3,403</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	25,388	23,511	34,924
Share-based payment	4,905	5,109	6,538
	<u>30,293</u>	<u>28,620</u>	<u>41,462</u>

6 Segment reporting

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

	Trinidad and Tobago	Barbados	Cayman, Guyana and Eastern Caribbean	Eliminations	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Unaudited Nine months ended June 30, 2014					
Operating income	2,192,364	373,656	379,563	(141,462)	2,804,121
Net profit before taxation	1,022,109	102,201	182,044	(133,011)	1,173,343
Total assets	45,697,250	8,533,169	9,442,239	(4,215,096)	59,457,562
Unaudited Nine months ended June 30, 2013					
Operating income	1,984,048	347,896	366,102	(154,801)	2,543,245
Net profit before taxation	1,014,507	85,335	163,997	(136,886)	1,126,953
Total assets	42,101,944	8,863,117	9,612,048	(4,474,949)	56,102,160
Audited Year ended September 30, 2013					
Operating income	2,980,544	467,651	485,772	(496,702)	3,437,265
Net profit before taxation	1,706,152	112,016	239,838	(477,441)	1,580,565
Total assets	43,216,845	8,816,929	9,522,826	(3,993,585)	57,563,015

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, 2014, 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.