

First Citizens Bank Limited And Its Subsidiaries

(A Subsidiary of First Citizens Group Financial Holdings Limited)

UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THREE MONTHS ENDED 31 DECEMBER 2023

(Expressed in Trinidad and Tobago dollars)



First Citizens

Condensed Consolidated Interim Statement of Financial Position

	Unaudited Dec 2023 \$'000	Unaudited Dec 2022 \$'000	Audited Sept 2023 \$'000
ASSETS			
Cash and cash equivalent	6,824,121	6,432,606	6,552,782
Statutory Deposits	2,906,098	5,524,864	3,735,904
Financial Assets			
- Investments	12,650,480	12,258,075	12,299,777
- Loans to customers	20,694,003	19,337,296	20,089,527
Other assets	518,126	553,474	697,994
Investment in joint ventures & associates	256,742	245,146	253,822
Property, plant and equipment	819,523	688,002	819,127
Intangible asset	272,220	253,862	269,945
Defined benefit asset	79,887	94,925	78,274
TOTAL ASSETS	45,021,200	45,388,250	44,797,152
LIABILITIES			
Customers' deposits and other funding instruments	32,204,493	32,767,932	32,531,259
Due to other banks	1,776,220	1,330,680	1,334,461
Creditors and accrued expenses	854,829	713,759	824,825
Lease liabilities	271,007	175,503	270,599
Debt securities in issue	1,689,456	2,325,194	1,689,456
Notes due to related companies	--	58,000	--
TOTAL LIABILITIES	36,796,005	37,371,068	36,650,600
SHAREHOLDERS' EQUITY			
Share capital	458,557	458,557	458,557
Statutory reserve	1,241,412	1,241,412	1,241,412
Fair Value reserve	906,964	975,086	858,932
Retained earnings	5,618,262	5,342,127	5,587,651
SHAREHOLDERS' EQUITY	8,225,195	8,017,182	8,146,552
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	45,021,200	45,388,250	44,797,152

The accompanying notes are an integral part of these consolidated financial statements.

On 29 January 2024, the Board of Directors of First Citizens Bank Limited authorised these consolidated financial statements for issue.

Director *Anthony Isidore Smart*

Director *Chin Wharfe*

Condensed Consolidated Interim Income Statement

Note	Unaudited Three months ended Dec 2023 \$'000	Unaudited Three months ended Dec 2022 \$'000	Audited Year ended Sept 2023 \$'000
Net interest income	512,165	416,804	1,857,296
Other income	163,092	153,600	615,160
Total net revenue	675,257	570,404	2,472,456
Credit impairment gains/(losses) net recoveries	5 (526)	8,737	(38,428)
Non-interest Expenses	(356,149)	(308,759)	(1,385,027)
Operating profit	318,582	270,382	1,049,001
Share of profit in associates and joint venture	7,917	5,796	24,176
Profit before taxation	326,499	276,178	1,073,177
Taxation	(88,252)	(75,807)	(293,102)
Profit after taxation	238,247	200,371	780,075

Condensed Consolidated Statement of Comprehensive Income

	Unaudited Three months ended Dec 2023 \$'000	Unaudited Three months ended Dec 2022 \$'000	Audited Year ended Sept 2023 \$'000
Profit for the period	238,247	200,371	780,075
Other comprehensive income:			
Items that will not be classified to Profit or Loss			
Remeasurement of defined benefit liability	--	--	(16,157)
Net gains/(losses) on investments in equity instruments designated at FVOCI	2,774	(4,983)	(70,853)
	2,774	(4,983)	(87,010)
Items that may be reclassified to Profit or Loss			
Exchange difference on translation	(7,228)	6,520	(2,433)
Reclassified to profit or loss on disposal	4,017	12,166	14,410
Net gains on financial assets measured at FVOCI	48,480	28,999	1,581
	45,269	47,685	13,558
Total other comprehensive loss for the period	48,043	42,702	(73,452)
Total comprehensive income for the period	286,290	243,073	706,623

Condensed Consolidated Statement Of Changes In Equity

	Share Capital \$'000	Statutory Reserve \$'000	Other Reserve \$'000	Retained Earnings \$'000	Shareholders' Equity \$'000
Balance at 1 October 2023	458,557	1,241,412	858,932	5,587,651	8,146,552
Other Comprehensive income	--	--	48,043	238,247	286,290
Revaluation surplus on disposal of equity transfer to retained earnings	--	--	(11)	11	--
Dividends	--	--	--	(207,647)	(207,647)
Balance at 31 December 2023	458,557	1,241,412	906,964	5,628,262	8,225,195
Balance at 1 October 2022	458,557	1,241,412	932,384	5,257,379	7,889,732
Total Comprehensive income	--	--	42,702	200,371	243,073
Dividends	--	--	--	(115,623)	(115,623)
Balance at 31 December 2022	458,557	1,241,412	975,086	5,342,127	8,017,182
Balance at 1 October 2022	458,557	1,241,412	932,384	5,257,379	7,889,732
Total Comprehensive income	--	--	(73,452)	780,075	706,623
Dividends	--	--	--	(449,803)	(449,803)
Balance at 30 September 2023	458,557	1,241,412	858,922	5,587,651	8,146,552

Condensed Consolidated Statement Of Cash Flow

	Unaudited Dec 2023 \$'000	Unaudited Dec 2022 \$'000	Audited Sept 2023 \$'000
Cash Flow From Operating Activities			
Profit before taxation	326,499	276,178	1,073,177
Adjustments to reconcile profit to net cash provided by operating activities:			
Cashflows from operating activities before changes in operating assets and liabilities	(478,256)	(403,296)	(1,728,610)
Changes in operating assets and liabilities:			
Net change in loans to customers	(604,450)	(439,939)	(1,231,573)
Net change in customers' deposits and other funding	(326,766)	449,850	223,824
Net change in other assets	176,429	(68,451)	(234,618)
Net change in statutory deposits with Central Bank	829,806	(372,412)	1,416,549
Net changes in investments instruments	(261,653)	1,011,383	865,841
Interest received	560,696	510,485	2,054,984
Interest paid	(86,420)	(79,376)	(273,665)
Net change in creditors and accrued expenses	6,740	(62,562)	117,119
Taxes paid	(60,331)	(37,333)	(208,997)
Net cash inflow from operating activities	82,294	784,527	2,074,031
Cash Flows From Investing Activities			
Net change in short-term investments	(1,771,214)	(1,176,990)	(359,395)
Proceeds from disposal of property, plant and equipment	468	1,881	3,962
Purchase of property, plant and equipment	(26,544)	(18,031)	(114,722)
	(1,797,290)	(1,193,140)	(470,155)
Cash Flows From Financing Activities			
Repayment of debt securities	--	(625,975)	(1,261,713)
Repayment of Lease liabilities	(12,495)	(9,049)	(49,200)
Repayment of loan note payable	--	--	(58,000)
Dividend paid	(207,647)	(115,623)	(449,803)
Net cash outflow from financing activities	(220,142)	(750,647)	(1,818,716)
Net decrease in cash and cash equivalents	(1,935,138)	(1,159,260)	(214,840)
Cash and cash equivalents at beginning of year	4,413,891	4,626,278	4,626,278
Effect of exchange rate changes	(6,495)	12,884	2,453
Cash and cash equivalents at end of period	2,472,258	3,479,902	4,413,891

REPRESENTED BY:-

Cash and cash equivalent	6,824,121	6,432,606	6,552,782
Due to other banks	(1,776,219)	(1,330,680)	(1,334,461)
Less:			
Short Term Investments (Maturity over 3 months)	(2,575,644)	(1,622,024)	(804,430)
	2,472,258	3,479,902	4,413,891

First Citizens Bank Limited And Its Subsidiaries

(A Subsidiary of First Citizens Group Financial Holdings Limited)

UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THREE MONTHS ENDED 31 DECEMBER 2023

(Expressed in Trinidad and Tobago dollars)



First Citizens

Notes to the Condensed Consolidated Interim Financial Statements

1 General Information

First Citizens Bank Limited (the Bank) and its subsidiaries (together the Group or First Citizens Group) provide retail, commercial and corporate banking as well as investment banking services. The Group operates primarily in Trinidad and Tobago and the Eastern Caribbean region.

The Bank is a wholly owned subsidiary of First Citizens Group Financial Holdings Limited (FCGFH), which is a subsidiary of First Citizens Holdings Limited (Holdings). Holdings is a company owned by the Government of the Republic of Trinidad and Tobago (GORTT). Holdings is the majority shareholder of FCGFH, with shareholding interest of 60.1%. The registered office is located at 9 Queen's Park East, Port of Spain.

Based on the corporate restructure in October 2021, the Bank was delisted and FCGFH was listed on the Trinidad and Tobago Stock Exchange.

The Group currently comprises the following entities:

Entity	Nature of Operations	Country of Incorporation	Ownership Interest
First Citizens Depository Services Limited (formerly First Citizens Asset Management Limited)	The company acts as custodian for third parties and provides paying agent services	Trinidad & Tobago	100%
First Citizens Bank (Barbados) Limited	Banking, including the provision of mortgages for residential and commercial properties	Barbados	100%
First Citizens Costa Rica SA	Service related transactions	Costa Rica	100%
First Citizens Financial Services (St Lucia) Limited	Selected banking and financial service operations	St Lucia	100%
First Citizens Investment Services Limited and its subsidiaries	Investment & asset management services and repo business	Trinidad & Tobago	100%
First Citizens Trustee Services Limited	Provision of trustee, administration and paying agency services	Trinidad & Tobago	100%

The Group also has investment in the following entities:

Entity	Nature of Operations	Country of Incorporation	Ownership Interest
Infolink Services Limited	Provision of automated banking reciprocity services	Trinidad & Tobago	25%
St Lucia Electricity Services Limited	Provision of electrical power to consumers	St Lucia	19.11%
Term Finance (Holdings) Limited	Provision of short term loans to individuals and small-medium sizes business	Trinidad & Tobago	19.99%

2 Basis of preparation

The interim consolidated financial statement for the three months period ended 31 December 2023, has been prepared in accordance with IAS 34 "Interim Financial Reporting" and should be read in conjunction with the audited consolidated financial statements for the year ended 30 September 2023.

3 Significant Accounting Policies

The accounting policies adopted in the preparation of the interim financial statement are consistent with those followed in the preparation of the annual financial statements for the year ended 30 September 2023.

4 Commitments

	Dec 2023 \$'000	Dec 2022 \$'000	Sept 2023 \$'000
Capital Commitments			
Capital expenditure approved by the Directors but not provided for in these accounts:	160,132	173,336	186,348
Credit Commitments			
Commitments for loans approved not yet disbursed:	886,732	868,445	913,247

5 Credit impairment losses net recoveries

	Dec 2023 \$'000	Dec 2022 \$'000	Sept 2023 \$'000
Expected Credit Losses			
Loans and advances	(934)	7,177	(56,163)
Other financial assets	408	1,560	17,735
	(526)	8,737	(38,428)

Notes to the Condensed Consolidated Interim Financial Statements (cont'd)

6 Related Party Transactions

(a) Directors and key management personnel

	Dec 2023 \$'000	Dec 2022 \$'000	Sept 2023 \$'000
Salaries and other short-term employee benefits	13,183	12,630	61,647
Loans and receivables	19,490	17,625	16,842
Interest income	201	199	796
Customers' Deposits	19,960	31,767	29,359
Interest expense	62	78	336
Other Funding instruments	1,843	--	2,352
Interest expense- Other Funding	12	50	122

(b) Transactions with related party

	Dec 2023 \$'000	Dec 2022 \$'000	Sept 2023 \$'000
Customers' Deposits	63,643	73,959	62,423
Long-term notes payable	--	58,000	--
Customers' Deposits with parent	50,864	9,125	15,178
Due from parent	394	381	821
Due from other related party	64	74	--

(c) Pension Plan

	Dec 2023 \$'000	Dec 2022 \$'000	Sept 2023 \$'000
Employer's contribution	14,643	14,195	56,783

(d) Government of the Republic of Trinidad and Tobago

On the formation of the Bank, it was agreed that the assets and liabilities of the predecessor financial institutions would be transferred to the Bank and the non-performing portfolio sold to a liquidating company in consideration for an equivalent amount of Government-guaranteed notes and commercial paper. In addition, the Central Bank agreed to put specific liquidity arrangements in place by way of a long-term loan. The current amount outstanding on these obligations and the related income and expenses are disclosed below:

	Dec 2023 \$'000	Dec 2022 \$'000	Sept 2023 \$'000
Liabilities			
Due to GORTT	26,572	26,588	26,572

(e) Other transactions with the Government of the Republic of Trinidad and Tobago

In addition to the balances in (d) above, the Group in its ordinary course of business enters into lending, deposit and investment transactions with the GORTT, other state owned institutions, state agencies and local government bodies. Transactions and balances between the Group and these related parties are as follows:

	Dec 2023 \$'000	Dec 2022 \$'000	Sept 2023 \$'000
Loans to customers	3,329,075	3,154,228	3,349,488
Interest income	60,500	52,230	234,544
Customers' deposits	9,681,481	10,832,352	10,038,125
Interest expense	4,404	4,603	17,325
Investments	8,336,661	7,824,683	6,925,769
Investment income	141,379	106,207	428,464
Other funding instruments	597,453	687,834	591,474
Interest expense	2,787	2,689	7,359

(f) Small & Medium Enterprises (SME) Stimulus Loan

The (COVID - 19) Small & Medium Enterprises (SME) Stimulus Loan is an initiative the GORTT embarked upon, geared specifically towards bringing relief to the Small and Medium Enterprises businesses that were negatively affected as a result of the crisis caused by the COVID-19 pandemic. The GORTT provided a guarantee for 75% or 100% of the loan value. The interest on these loans will be paid by the GORTT for the duration of the loan.

	Dec 2023 \$'000	Dec 2022 \$'000	Sept 2023 \$'000
SME Loans	60,121	65,392	61,759
Interest income	453	479	1,884

7 Contingent Liabilities

Litigation

The Group is involved in claims and counterclaims arising from the conduct of its business. Based on the facts now known to the Group, the Directors believe that the outcome of these matters would not have a material adverse effect on the position of the Group.

8 Segment Reporting

The segmental information provided to the Executive Management for the reportable segments are as follows:

	Retail & Corporate Banking \$'000	Treasury & Investments Banking \$'000	Trustee & Asset Management \$'000	Group functions \$'000	Eliminations \$'000	Total \$'000
Period ended 31 December 2023						
Total net revenue	475,401	215,071	25,059	1,596	(41,870)	675,257
Profit before taxation	271,763	153,828	13,818	(83,493)	(29,417)	326,499
Total assets	24,468,622	21,445,718	426,415	574,038	(1,893,593)	45,021,200
Period ended 31 December 2022						
Total net revenue	414,202	313,112	25,212	1,438	(183,560)	570,404
Profit before taxation	249,578	257,027	12,874	(69,086)	(174,215)	276,178
Total assets	22,738,104	23,767,005	429,282	730,882	(2,277,023)	45,388,250
Year ended 30 September 2023						
Total net revenue	1,770,246	930,233	102,251	5,557	(335,831)	2,472,456
Profit before taxation	965,460	654,964	52,446	(302,956)	(296,737)	1,073,177
Total assets	23,669,181	22,259,328	462,655	459,444	(2,053,456)	44,797,152