First Citizens Investment Services Limited - OECS Branch

Unaudited Financial Statements
(Expressed in Eastern Caribbean Dollars)

Nine Months Ended June 30, 2025

Contents

First Citizens Investment Services Limited - OECS Branch
Unaudited Financials for the nine months to June 30, 2025
Statement of Financial Position
(Expressed in Eastern Caribbean dollars)

	Notes	As at June 30, 2025		As at June 30, 2024		Year ended September 30, 2024	
		$	$	$	$	$	$
ASSETS							
Non Current Assets							
Financial Assets	1	487,286,479		458,065,236		464,570,090	
Property and equipment		4,280,185		3,952,197		4,332,448	
Right of use asset		590		88,001		66,149	
Deferred tax asset		852,550	492,419,804	1,192,402	463,297,836	473,085	469,441,772
Current Assets							
Cash and due from banks	2	38,642,124		28,048,340		42,455,989	
Other assets	3	29,489,787		18,149,967		19,093,458	
Intercompany		1,494,789		-		6,087,826	
Tax Recoverable		940,347	70,567,047	1,722,211	47,920,518	1,531,936	69,169,209
Total assets			**562,986,851**		**511,218,354**		**538,610,981**
LIABILITIES							
Non Current Liabilities							
Securities Sold Under Repurchase Agreements	4	411,084,982		377,033,740		403,679,298	
Borrowings		40,525,788		39,684,256		40,050,139	
Lease Liabilities		545		90,980		68,352	
Intercompany		-	451,611,315	68,071	416,877,047	-	443,797,789
Current Liabilities							
Tax liabilities		92,032		215,417		103,430	
Funds under management		36,602		36,602		36,602	
Accrued expenses and other liabilities	5	30,800,607	30,929,241	20,448,144	20,700,163	17,163,514	17,303,546
Total liabilities			**482,540,556**		**437,577,210**		**461,101,335**
SHAREHOLDERS' EQUITY	6						
Regulatory capital		2,000,000		2,000,000		2,000,000	
Retained earnings		80,230,455		74,218,294		76,408,387	
Fair value reserve		(1,784,160)		(2,577,150)		(898,741)	
Total shareholders' equity			**80,446,295**		**73,641,144**		**77,509,646**
Total equity and liabilities			**562,986,851**		**511,218,354**		**538,610,981**

*Restated June 2024 to separately disclose deferred tax liabilities, current tax liabilities and intercompany balances.

Approved by: ____________________
Avinash Bissessar
General Manager

Date: 30/01/2025.

Approved by: ____________________
Beverly Durity-Baptiste
Head – Finance

Date: 30/1/2025

First Citizens Investment Services Limited – OECS Branch
Unaudited Financials for the nine months to June 30, 2025
Statement of Income
(Expressed in Eastern Caribbean dollars)

	Notes	Nine months ended June 30, 2025 $	Nine months ended June 30, 2024 $	Year ended September 30, 2024 $
Interest income		21,479,918	21,011,808	28,077,652
Interest expense		(8,957,190)	(7,440,573)	(10,056,851)
Net Interest Income		**12,522,728**	**13,571,235**	**18,020,801**
Fees and commissions		3,196,304	3,243,484	4,891,135
Foreign exchange (loss)		(421,388)	(875,909)	(1,832,652)
Other income/(loss)		693,541	127,310	(536,596)
Total Net Revenue	7	**15,991,185**	**16,066,120**	**20,542,688**
Impairment gain/(loss) on financial assets	8	(30,470)	2,237,456	2,715,021
Impairment gain on non financial assets		-	-	377,593
Operating expenses	9	(3,619,994)	(3,467,755)	(4,194,236)
Profit Before Taxation	10	**12,340,721**	**14,835,821**	**19,441,066**
Taxation	11	(580,190)	(457,028)	(535,317)
Profit For The Period/Year	12	**11,760,531**	**14,378,793**	**18,905,749**

Approved by: ______________
Avinash Bissessar
General Manager

Date: 30/07/2025

Approved by: ______________
Beverly Durity-Baptiste
Head – Finance

Date: 30/7/2025

Summary of major movements in the Financial Statements as at 30 June 2025:

Note

Statement of Financial Position (Year to Date movement)

1 **Financial Assets**

Financial assets increased by XCD22.7M due to net bond purchases and Eurobond additions. A decline of XCD1.3M from mark-to-market movements was also recognised in the period contributing to this increase.

2 **Cash and due from Banks**

Cash and due from Banks decreased by XCD3.8M.
This is due to Eurobond purchases, repo encashments and dividend payments made during the period net of deposits from client bond trades related to capital market and equity transactions.

3 **Other Assets**

Other Assets increased by XCD10.4M as at June 2025 mainly due to a pending bond maturity principal payment receivable from the ECSD.

4 **Securities sold under repurchase agreements (REPOs)**

REPOs increased by XCD7.4M due to new repo investments net maturities within the period.

5 **Accrued Expenses and Other liabilities**

Accrued expenses and other liabilities increased by XCD13.6M.
This was primarily due to unsettled client bond trades scheduled for settlement in July 2025.

6 **Shareholder's Equity**

Shareholder's Equity increased by XCD3M for the period.
The movement was primarily attributable to a profit after tax of XCD11.8M for the nine month period ended 30 June 2025. This was offset by a reduction of XCD0.89M in Fair Value reserves arising from mark-to-market declines in the USD investment portfolio and dividend payments totalling XCD7.9M, of which XCD3.4M relates to prior year.

Statement of Income (for the period October 2024 - June 2025)

7 **Total Net Revenue**

The decline in total net revenue compared to the prior year was mainly driven by higher funding costs, resulting in a negative variance of XCD0.07M. Additionally, lower fees and commissions stemming from a decrease in capital market transactions also contributed to the decline. These impacts were partially offset by trading gains recognized in the current year as well as a reduction in unrealized foreign exchange losses of XCD0.45M.

8 **Impairment gain on financial assets**

For the nine months ended 30 June 2025, the Expected Credit Losses (ECL) provision was reported at XCD30K mainly due to the increased probability of default on the OECS bonds.

9 **Total Operating Expenses**

Operating expenses increased year on year by XCD152K, primarily driven by higher staff costs. This increase was partially offset by reductions in sponsorships, company events and regulatory fees in the current period.

Operating expenses comprised of the following:

	2025 XCD	2024 XCD
Salaries and Staff Expenses	1,501,209	1,186,288
Depreciation	142,585	133,868
Property Expenses	392,261	357,335
Other Operating Expenses	1,583,939	1,790,264
Total	3,619,994	3,467,755

10 **Profit before tax (PBT)**

PBT declined by XCD2.5M to XCD12.3M for the nine months ended June 2025, compared to XCD14.8M reported in June 2024. The decrease was driven by higher interest expenses from new repo investments, impairment gains recognized in June 2024 and a minimal increase in total operating expenses due to higher salaries and staff related costs in the current period.

11 **Taxation**

The tax charge for the nine-month period ended June 2025 increased by XCD123K compared to XCD457K for the same period in June 2024. Although operating profits were higher in the prior year, the increase is primarily due to an under-accrual tax adjustment related to the 2024 tax returns recognized in June 2025.

12 **Profit after tax (PAT)**

PAT for the nine months ended 30 June 2025 was XCD11.8M, which reflects a decrease when compared to the prior period June 2024 of XCD14.4M. This is consistent with the PBT performance.