

Independent Auditor's Report

To The Shareholder Of Republic Life Insurance Company Limited

Opinion

The summary financial statements, which comprise the statement of financial position as at September 30, 2022, and the statements of income, comprehensive income, changes in equity and cash flows statement for the year then ended, and related summary notes, are derived from the audited financial statements of Republic Life Insurance Company Limited (the "Company") for the year ended September 30, 2022.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, on the basis described in Note 2.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards ("IFRSs"). Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated November 28, 2022. That report also includes the communication of Key Audit Matters. Key Audit Matters are those matters that, in our professional judgment, were most significant in our audit of the financial statements of the current period.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements on the basis described in Note 2.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 Revised, Engagements to Report on Summary Financial Statements.

Port of Spain
 TRINIDAD
 November 28, 2022

STATEMENT OF FINANCIAL POSITION

Expressed in thousands of Trinidad and Tobago dollars (\$'000)

	2021	2020
Assets		
Investment securities	–	–
Reinsurance assets	–	–
Other assets	–	–
Treasury bills	–	–
Due from banks	–	20,000
Total assets	<u>9,036,644</u>	<u>8,803,280</u>
LIABILITIES & EQUITY		
LIABILITIES		
Provision of future policy benefits	–	–
Other policyholders' liabilities	–	–
Other payables	–	–
Provision for taxation	–	–
Total liabilities	<u>52,724</u>	<u>54,370</u>
Equity		
Stated capital	–	20,000
Retained earnings	–	–
Total Equity	<u>9,036,644</u>	<u>8,803,280</u>
Total Liabilities & Equity	<u>–</u>	<u>20,000</u>

These financial statements were approved by the Trustee and authorised for issue on April 25 2022.

Manager

Manager

STATEMENT OF COMPREHENSIVE INCOME

Expressed in thousands of Trinidad and Tobago dollars (\$'000)

	2021	2020
REVENUE		
Gross premium income	–	–
Premiums ceded to reinsurers	–	–
Net premium income	–	–
Investment income	–	–
Other income	–	–
Total revenue	<u>–</u>	<u>–</u>
POLICYHOLDERS' EXPENSES		
Provision for future policy benefits	–	–
Policyholders' benefits	–	–
Policyholders' expenses ceded	–	–
Total policyholders' expenses	<u>–</u>	<u>–</u>
EXPENSES		
Administrative expenses	–	–
Communication and marketing	–	–
Professional fees	–	–
Other	–	–
Total expenses	<u>–</u>	<u>–</u>
Profit / (Loss) before taxation	–	–
Taxation	–	–
Total comprehensive income for the year, net of tax	<u>–</u>	<u>–</u>

STATEMENT OF CHANGES IN EQUITY

Expressed in thousands of Trinidad and Tobago dollars (\$'000)

	Stated Capital	Retained Earnings	Total Equity
Balance at September 30, 2020			
Issue of shares	20,000	–	20,000
Total comprehensive income for the year	–	–	–
Balance at September 30, 2021	<u>20,000</u>	<u>–</u>	<u>20,000</u>
Total comprehensive income for the year	–	–	–
Balance at September 30, 2021	<u>20,000</u>	<u>–</u>	<u>20,000</u>

STATEMENT OF CASH FLOWS

Expressed in thousands of Trinidad and Tobago dollars (\$'000)

	2019	2018
Operating activities		
Profit before taxation	–	–
Adjustments for:		
Interest Income	–	–
Taxation	–	–
Changes in:		
Other assets	–	–
Reinsurance assets	–	–
Other payables	–	–
Other policyholders' liabilities	–	–
Provision for future policyholders' liabilities	–	–
Cash generated from operating activities	–	–
Investing activities		
Acquisition of investment securities	–	–
Proceeds from sale and maturities of investment securities	–	–
Interest received	–	–
Cash used in investing activities	–	–
Financing activities		
Proceeds from share issue	–	20,000
Cash provided by financing activities	–	20,000
Net increase in cash and cash equivalents	–	20,000
Cash and cash equivalents at beginning of year	20,000	–
Cash and cash equivalents at end of year	20,000	20,000
Cash and cash equivalents at end of year are represented by:		
Cash on hand	–	–
Due from banks	20,000	20,000
Treasury Bills - original maturities of three months or less	–	–
	20,000	20,000

NOTES TO THE SUMMARY FINANCIAL STATEMENTS
1 Corporate information

Republic Life Insurance Company Limited ('the Company'), a wholly owned subsidiary of Republic Financial Holdings Limited, was incorporated on December 10, 2020, under the laws of the Republic of Trinidad and Tobago, under the name Republic Evolve Limited. The Company was set up for the purpose of applying for an insurance license for domestic operations. An insurance license was subsequently issued on August 16, 2021 under Section 25 of the Insurance Act, 2018 as a long-term insurance company to conduct the life insurance class of business only. The Company's name was subsequently amended on September 15, 2021 from Republic Evolve Limited to Republic Life Insurance Company Limited. The Company started writing business on January 10, 2022. The registered office is located at 9-17 Park Street, Port of Spain.

Republic Financial Holdings Limited, the financial holding company for the Republic Group and the ultimate Parent of the Company, was 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.

2. Basis of Preparation

The summary financial statements are prepared in accordance the Guideline on the Publication of Abridged Financial Statements, issued by the Central Bank of Trinidad and Tobago, in conjunction with Section 152(3) of the Insurance Act. These summary financial statements are derived from the audited financial statements of Republic Life Insurance Limited for the year ended September 30, 2022, which are prepared in accordance with International Financial Reporting Standards. These summary financial statements have been extracted from the audited financial statements which will be available on RFHL's website (www.rfhl.com).

The Company has prepared the summary financial statements on the basis that it will continue to operate as a going concern. The Directors consider that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

3. Significant accounting policies

These summary financial statements have been prepared in accordance with the accounting policies set out in "Note 2" of the September 30, 2022 audited financial statements consistently applied from period to period. The Company has adopted all new and revised accounting standards and interpretations that are mandatory for annual accounting periods on or after 1 January 2021 and which are relevant to the Company's operations.

4. Functional and Presentation Currency

These summary financial statements are presented in Trinidad and Tobago dollars which is the functional currency of the Company.

5. Contingent Liabilities

As at September 30, 2022, there were no legal proceedings against the Company.

6. 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 are both secured and unsecured and were carried out on commercial terms and conditions, at market rates.

The statement of financial position includes balances arising in the ordinary course of business with related parties as follows:

	2022	2021
Due from other related entities		
Republic Bank - Due from banks	–	20,000
Republic Insurance Company (Cayman) Limited - Reinsurance asset	–	–

The statement of comprehensive income includes the following income and expense transactions with related parties in the ordinary course of business:

	2022	2021
Income		
Republic Insurance Company (Cayman) Limited - claims ceded	–	–
Republic Insurance Company (Cayman) Limited - Administrative fees ceded	–	–
Republic Insurance Company (Cayman) Limited - Management charges	–	–
Expenses		
Republic Insurance Company (Cayman) Limited - premiums ceded	–	–
Republic Bank - Administrative fees	–	–
Republic Wealth Management Limited - Investment management fees	–	–
Republic Bank Limited - Trust Services Division - Custodian fees	–	–

7. Subsequent events

After September 30, 2022, no events have occurred that would have a material impact on the financial position of the Company.