

**Schedule 3
FORM ECSRC - Q**

(Select One)

Quarterly Report
For the period ended September 30, 2015

or

TRANSITION REPORT _____
(Applicable where there is a change in reporting issuer's financial year)

For the transition period from _____ to _____

Issuer Registration Number: ECFH 28062001SL

East Caribbean Financial Holding Company Limited
(Exact name of reporting issuer as specified in its charter)

Saint Lucia
(Territory or jurisdiction of incorporation)

No. 1 Bridge Street, Castries St. Lucia
(Address of principal executive Offices)

(Reporting issuer's:

Telephone number (including area code): 758-456-6000

Fax number: 758-456-6702

Email address: ecfh@candw.lc

N/A

(Former name, former address and former financial year, if changed since last report)

(Provide information stipulated in paragraphs 1 to 8 hereunder)

Indicate the number of outstanding shares of each of the reporting issuer's classes of common stock, as of the date of completion of this report.

CLASS	NUMBER
Preference Shares	830,000
Ordinary Shares	24, 465,589

SIGNATURES

Name of Chief Executive Officer:

Name of Group Financial Controller:

Esther Browne -Weekes

Gordon Cochrane

S SIGNED AND CERTIFIED

S SIGNED AND CERTIFIED

Date 29-10-15

Date 29/10/15

SIGNED AND CERTIFIED

INFORMATION TO BE INCLUDED IN THE REPORT

1. Financial Statements

Provide quarterly Financial Statements in accordance with International Accounting Standards. The format of the financial statements should be similar to those provided with the registration statement. Include the following:

- (a) (Condensed Balance Sheet as of the end of the most recent financial year and just concluded quarter.
- (b) Condensed Statement of Income for the interim three, six and nine months of the current financial year and corresponding period in the previous financial year.
- (c) Condensed Statement of Cash Flows for the interim three, six and nine months of the current financial year and the corresponding period in the previous financial year.
- (d) Examples of financial data items to be included in constructing financial statements for various types of businesses are provided in Parts A-D. These items are meant to serve as guidelines only.
- (e) By way of *Notes to Condensed Financial Statements*, provide explanation of items in the financial statements and indicate any deviations from generally accepted accounting practices.

2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Discuss reporting issuer's financial condition, changes in financial condition and results of operations during the reporting period. Discussion of material changes should be from the end of the preceding financial year to the date of the most recent interim quarterly report. The broad areas of discussions should centre around liquidity, capital resources and results of operations. Discussions of liquidity and capital resources may be combined whenever the two topics are interrelated.

(a) Liquidity:

The Group's liquidity levels remained very strong in the 3rd Quarter of 2015. The liquidity of both of the Group's domestic banking subsidiaries, Bank of Saint Lucia Limited and Bank of Saint Vincent and the Grenadines Limited benefited from stable deposits despite the significant reduction in the minimum deposit rate which took effect

in May. Both banks have also taken steps to reduce Term Deposit rates, but levels have been retained. Bank of St. Lucia International Limited mirrored the experience of the domestic banks and also experienced stable deposit levels. Liquidity levels demonstrate continued customer confidence in the Group.

(b) Capital Resources:

The Group's Capital Ratios have strengthened since June 2015 reflecting increased year on year profits earned by all subsidiaries. This was in spite of the banks experiencing some unrealised losses on internationally traded investments caused by reduced market values. These losses will be recovered as the securities reach their maturity dates. There are no material commitments for capital expenditure other than commitments related to the normal expenditure of running the business.

© Results of Operation:

The ECFH Group recorded pre-tax income of \$23.6M (unaudited) for the nine-month period to September 2015. The primary focus remains obtaining maximum recovery on the previously provisioned non-performing loan portfolio of Bank of Saint Lucia Limited and to this end significant progress has been made since June 2014 on the disposal of collateral securing the largest of these loans. Management is also directing attention towards ensuring collection of payments on performing loans to ensure that transfers to the non-performing classification can be minimised in the future and towards ensuring that there is clear guidance on the levels of risk acceptable to the Group in its future lending activities. The Group has suffered reduced income due to poor demand for loans and the continuing low interest rate environment which has affected investment income but it has also benefitted from a significant reduction in cost of funds arising from the reducing deposit interest rates in the domestic market.

3. Disclosure of Risk Factors.

Provide a discussion of the risk factors that may have an impact on the results from operations or on the financial conditions. Avoid generalised statements and only include factors that are unique to the company. Typical risk factors include untested products, cash flow and liquidity problems, dependence on a key supplier or customer, management inexperience, nature of business, absence of a trading market (specific to the securities of the reporting issuer), etc. Indicate if any risk factors have increased or decreased in the time interval between the previous and current filing.

The significant risks to which the Group is exposed include credit risk, liquidity risk, market risk, operational risk and foreign exchange risk. The Group ensures that risk mitigation in any one area does not inadvertently increase exposure in other areas.

1. Credit Risk

During the period under review, the quality of loans approved were monitored, credit risk reviews were conducted on all lending over a stipulated dollar value and loans approved were analyzed to ensure general compliance with approved credit risk management guidelines. Reviews of the quality and performance of the credit portfolio were undertaken by the Asset Liability Committee to identify trends and concentrations and take corrective action as necessary.

2. Market Risk

The Group is stepping up its efforts to manage market risks. To improve its management of market risk, the Group is using a financial risk simulation model to assess market and liquidity risks and to analyze various stress testing scenarios. Foreign exchange exposure is monitored on a regular basis by the respective business units as well as the Asset Liability Committee. There were no instances of unmanaged exposures during the period under review.

3. Operational Risk

The Group complies with all Anti Money Laundering legislation and other related laws in all jurisdictions in which it operates. With regards to FATCA, the ECFH Group was able to implement all of the requirements of FATCA by the stipulated time of July 1, 2014. All requirements for onboarding as required by FATCA were finalized during the second quarter of 2014. All staff members of the ECFH Group received FATCA related training prior to July 1, 2014. The Group is now in the process of updating the account details of our existing customers and preparing for reporting to the US Authorities via the respective Inland Revenue Departments.

4. Liquidity Risk

The Group's liquidity risk is monitored by the Group Asset Liability Committee. Careful liquidity management ensures that the regulatory reserve requirement is always met by the domestic banks and that Capital Adequacy Ratios remain above minimum levels. The Liquidity policy and associated liquidity contingency plans are in place.

4. Legal Proceedings.

A legal proceeding need only be reported in the ECSRC - Q filed for the quarter in which it first became a reportable event and in subsequent quarterly reports in which there have been material developments. Subsequent Form ECSRC - Q filings in the same financial year in which a legal proceeding or a material development is reported should reference any previous reports in that year. Where proceedings have been terminated during the period covered by the report, provide similar information, including the date of

termination and a description of the disposition thereof with respect to the reporting issuer and its subsidiaries.

There were no legal proceedings during the quarter.

5. Changes in Securities and Use of Proceeds.

- (a) Where the rights of the holders of any class of registered securities have been materially modified, give the title of the class of securities involved. State briefly the general effect of such modification upon the rights of holders of such securities.
- (b) Where the use of proceeds of a security issue is different from that which is stated in the registration statement, provide the following:
- Offer opening date (provide explanation if different from date disclosed in the registration statement)
 - Offer closing date (provide explanation if different from date disclosed in the registration statement)
 - Name and address of underwriter(s)
 - Amount of expenses incurred in connection with the offer
 - Net proceeds of the issue and a schedule of its use
 - Payments to associated persons and the purpose for such payments

There were no changes in Securities and Use of Proceeds using the quarter.

- (b) Report any working capital restrictions and other limitations upon the payment of dividends.

An interim dividend was not declared and paid during the quarter as a result of a decision of the Board.

6. Defaults Upon Senior Securities.

- (a) If there has been any material default in the payment of principal, interest, a sinking or purchase fund instalment, or any other material default not satisfied within 30 days, with respect to any indebtedness of the reporting issuer or any of its significant subsidiaries exceeding 5 percent of the total assets of the reporting issuer and its consolidated subsidiaries, identify the indebtedness. Indicate the nature of the default. In the case of default in the payment of principal, interest, or

a sinking or purchase fund instalment, state the amount of the default and the total arrears on the date of filing this report.

- (b) If any material arrears in the payment of dividends has occurred or if there has been any other material delinquency not satisfied within 30 days, give the title of the class and state the amount and nature of the arrears or delinquency.

There were no defaults upon Senior Securities.

7. Submission of Matters to a Vote of Security Holders.

If any matter was submitted during the period covered by this report to a vote of security holders, through the solicitation of proxies or otherwise, furnishes the following information:

- (a) The date of the meeting and whether it was an annual or special meeting.
- (b) If the meeting involved the election of directors, the name of each director elected at the meeting and the name of each other director whose term of office as a director continued after the meeting.
- (c) A brief description of each other matter voted upon at the meeting and state the number of votes cast for or against as well as the number of abstentions as to each such matter, including a separate tabulation with respect to each nominee for office.
- (d) A description of the terms of any settlement between the registrant and any other participant.
- (e) Relevant details of any matter where decision was taken otherwise than at a meeting of such security holders.

There were no matters to a Vote of Security Holders through the solicitation of proxies submitted during the quarter.

8. Other Information.

The reporting issuer may, at its option, report under this item any information, not previously reported in a Form ECSRC - MC report (related to disclosure of material information), with respect to which information is not otherwise called for by this form. If disclosure of such information is made under this item, it need not be repeated in a Form ECSRC - MC report which would otherwise be required to be filed with respect to such information or in a subsequent Form ECSRC - Q report.

Part A

Relevant Financial Data Items for Commercial and Industrial Companies

Item Descriptions

- Cash and Cash Items
- Marketable securities
- Notes and Accounts Receivables-Trade
- Allowances for doubtful accounts
- Inventory
- Total Current Assets
- Intangible Assets
- Property Plant and Equipment
- Accumulated Depreciation
- Other Assets (explain)
- Total Assets
- Accounts Payable
- Total Current Liabilities
- Other Liabilities (explain)
- Bonds, mortgages and similar debt
- Preferred stock-mandatory redemption
- common stock
- other stockholder's equity
- Total liabilities and stockholder's equity
- net sales of tangible products
- total revenues
- cost of tangible goods sold
- total costs and expenses applicable to sales and revenues
- other costs and expenses
- provision for doubtful accounts and notes
- Interest and amortisation of debt discount
- Income before taxes and other items
- income tax expense
- income/loss continuing operations
- Discontinued operations
- extraordinary items
- Cumulative effect-changes in accounting principles
- net income or loss
- earnings per share -primary
- earnings per share - fully diluted

Part B

Relevant Financial Data Items for Bank Holding Companies and Banks

Item Descriptions

- Cash and due from banks
- interest bearing deposits
- Borrowings from the ECCB, Inter-bank Market activity and other bank borrowings
- trading account assets
- investment and mortgage backed securities held for sale
- Investments: to provide schedule of type, rates, maturity and place – (whether domestic/regional or foreign)
- loans
- allowances for losses
- Fixed Assets
- total assets
- other liabilities
- Total deposits
- short-term borrowings
- long-term debt
- preferred stock-mandatory redemption
- preferred stock-no mandatory redemption
- common stocks
- other stockholder's equity
- total liabilities and stockholder's equity
- contingent accounts
- interest and fees on loans
- interest and dividends on investments
- other interest income
- total interest income
- interest expense on deposits
- total interest expense
- net interest income
- provision for loan losses
- investment securities gains/losses
- other expenses
- income/loss before income tax
- income/loss before extraordinary items
- extraordinary items
- cumulative changes in accounting principles
- net income or loss
- earnings per share-primary
- earnings per share- fully diluted

Part C

Relevant Financial Items for Broker-Dealers Holding Companies

Items Description

- Cash and cash items
- receivables from brokers and dealers, customers and others
- securities purchased under resale agreements
- financial instruments owned
- fixed assets
- total assets
- short term borrowings including commercial paper
- payable to customers, brokers/dealers (including clearing brokers) and others
- securities sold under agreements to repurchase
- long-term debt
- preferred stock-mandatory redemption
- preferred stock - no mandatory redemption
- common stock
- other stockholder's equity
- total liabilities and stockholder's equity
- revenue from trading activities
- interest and dividends
- commissions
- interest expense
- other sources of revenue
- compensation and employee related expense
- income/loss before income tax
- income/loss before extraordinary items
- extraordinary items, less tax
- cumulative change in accounting principles
- net income or loss
- earnings per share- primary
- earnings per share - fully diluted

Part D

Relevant Financial Data Items for Public Utility and Utility Holding Companies

Item Descriptions

- total net utility plant
- other property and investments
- total current assets
- total deferred charges
- balancing amount for total assets
- total assets
- common stock
- capital surplus, paid in,
- retained earnings
- total common stockholders equity
- preferred stock subject to mandatory redemption
- preferred stock not subject to mandatory redemption
- long term debt, net
- short term notes
- notes payable
- commercial paper
- long term debt-- current portion
- preferred stock-- current portion
- obligation under capital leases
- obligation under capital leases--current portion
- balancing amount for capitalisation and liabilities
- total capitalisation and liabilities
- gross operating revenue
- other operating expense
- total operating expense
- operating income (loss)
- other income (loss), net
- income before interest charges
- total interest charges
- net income
- preferred stock dividends
- earnings available for common stock
- common stock dividends
- total annual interest charges on all bonds
- cash flow from operations
- earnings per share –primary
- earnings per share -fully diluted

EAST CARIBBEAN FINANCIAL HOLDING COMPANY

Unaudited Consolidated Balance Sheet

As at September 30th, 2015

(Expressed in Eastern Caribbean Dollars)

	Unaudited Sep-15	Unaudited Sep-14
Assets		
Cash and balances with Central Bank	374,797,682	293,886,671
Due from other banks	721,027,398	650,847,876
Deposits with non-bank financial institutions	7,182,247	3,077,843
Treasury bills	24,438,622	4,984,389
Loans & Advances to customers - Productive	1,484,423,273	1,556,011,752
Loans and Advances Nonproductive	340,063,538	444,589,436
Provision for loan losses	(102,608,794)	(170,849,182)
Unearned interest on discount loans	(202,308)	(319,867)
Investments held to maturity	106,893,397	53,867,742
available for sale	678,619,225	583,244,766
Investments held for trading	22,823,227	10,117,270
Pledged assets	16,966,802	23,962,563
Investment in associated undertaking	12,061,176	9,611,849
Investment in SVG	0	0
Property plant and equipment	145,653,133	137,828,742
Intangible Asset arising on Acquisition	5,195,301	6,369,797
Loan to related parties	0	0
Due from related parties	0	0
Due from agents, brokers and policyholders	0	-
Claims recoverable	0	0
Other assets	42,102,204	47,977,939
Investment Properties	5,024,040	15,215,040
Income tax recoverable	4,709,098	6,342,487
Deferred tax asset	8,985,514	9,023,532
Retirement Benefit Asset	9,621,787	7,268,267
Total assets	3,907,776,562	3,693,058,912
Liabilities		
Due to customers	3,320,254,065	3,073,441,585
Due to banks	81,961,129	92,736,059
Other fund raising instruments	19,796,893	23,603,419
Borrowings	120,297,402	184,669,329
Unearned Insurance Premiums	0	0
Due to Reinsurers	0	0
Other Liabilities	72,578,126	36,224,745
Due to Related Parties	0	0
Dividends Payable	(14,315)	276,317
Preference Shares	4,150,000	4,150,000
Income Taxes Payable	3,139,057	2,291,887
Deferred Tax Liabilities	5,495,051	3,835,809
Total Liabilities	3,627,657,408	3,421,229,150
Shareholders' Equity		
Share capital	170,081,060	170,081,060
Contributed capital	117,325	3,288,887
Unrealized gain/loss on Investments	(11,520,465)	(1,457,062)
Revaluation reserves	13,855,322	13,855,322
Reserves	159,081,480	152,984,541
Retained Earnings	(119,513,449)	(121,934,040)
Profit for the period	17,079,246	6,176,614
Parent's Shareholders' Equity	229,180,519	222,995,322
Minority Interest	50,938,635	48,834,440
Total shareholders' Equity	280,119,154	271,829,762
Total Equity and Liabilities	3,907,776,562	3,693,058,912

EAST CARIBBEAN FINANCIAL HOLDING COMPANY
Unaudited Consolidated Income Statement
For period ended September 30th, 2015
(expressed in Eastern Caribbean Dollars)

	Unaudited YTD Actual Sep-15	Unaudited YTD Prior Yr Sep-14	Prior Year Variance %
Interest income on loans & advances	97,781,933	99,031,882	-1%
Interest income investments and bank deposits	19,950,724	18,939,593	5%
Interest expense	50,140,579	58,452,949	17%
Net interest income	67,592,078	59,518,526	14%
Net fee and commission income	22,853,494	21,304,199	7%
Net Foreign Exchange trading income	10,421,274	11,316,428	-8%
Rental Income	1,400,085	1,542,310	-9%
Gain/Loss Investments	1,188,595	2,615,476	-55%
Other Operating Income	2,312,662	208,310	1010%
Credit Arising from Acquisition	0	0	0%
Dividend income	166,041	101,623	63%
Net Earned Insurance Premiums	0	0	0%
Net Insurance Claims and Commissions	0	0	0%
Provision for loan impairment	(8,836,221)	(15,898,704)	80%
Provision for Investment Impairment	0	0	0%
Staff costs	(35,904,558)	(30,820,258)	-16%
Other operating expenses	(37,611,696)	(37,943,559)	1%
Non-recurring item	0	0	0%
Share of profit in Associates	0	0	0%
Income for the period before taxation	23,581,754	11,944,351	97%
Dividends on preference shares	3,552,648	4,125,871	-14%
Projected Taxation	20,029,106	7,818,480	156%
Income for the period after taxation			
Loss from discontinued operations			
Gain on disposal of controlling interest			
Minority interest	2,949,860	1,641,866	-80%
Net income after minority interest and taxation	17,079,246	6,176,614	177%