

**Schedule 2
FORM ECSRC – OR**

(Select One)

QUARTERLY FINANCIAL REPORT for the period ended March 30, 2019
Pursuant to Section 98(2) of the Securities Act, 2001

OR

TRANSITION REPORT
for the transition period from _____ to _____
Pursuant to Section 98(2) of the Securities Act, 2001
(Applicable where there is a change in reporting issuer's financial year)

BOSVG01061977SV

Issuer Registration Number: _____
Bank of St. Vincent and the Grenadines Ltd

(Exact name of reporting issuer as specified in its charter)
St. Vincent and the Grenadines

(Territory or jurisdiction of incorporation)
Reigate, Granby Street, Kingstown, St. Vincent and the Grenadines

(Address of principal executive Offices)

(Reporting issuer's: **784-457-1844**
Telephone number (including area code): _____

Fax number: **784-456-2612**

Email address: **info@bosvg.com**

(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 |
|--------------|---------------|
| Common | 14,999,844 |
| | |
| | |
| | |

SIGNATURES

INFORMATION TO BE INCLUDED IN FORM ECSRC-OR

1. Financial Statements

Provide Financial Statements for the period being reported 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 reporting period.
- (b) Condensed Statement of Income for the just concluded reporting period and the corresponding period in the previous financial year along with 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 just concluded reporting period and the corresponding period in the previous financial year along with the interim three, six and nine months of the current financial year and the corresponding period in the previous financial year.
- (d) 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 Operation.

Discuss the reporting issuer's financial condition covering aspects such as liquidity, capital resources, changes in financial condition and results of operations during the reporting period. Discussions of liquidity and capital resources may be combined whenever the two topics are interrelated. Discussion of material changes should be from the end of the preceding financial year to the date of the most recent interim report.

The Management's Discussion and Analysis should disclose sufficient information to enable investors to judge:

1. The quality of earnings;
2. The likelihood that past performance is indicative of future performance; and
3. The issuer's general financial condition and outlook.

It should disclose information over and above that which is provided in the management accounts and should not be merely a description of the movements in the financial statements in narrative form or an otherwise uninformative series of technical responses. It should provide management's perspective of the company that enables investors to view the business from the vantage point of management.

The discussion should focus on aspects such as liquidity; capital resources; changes in financial condition; results of operations; material trends and uncertainties and measures taken or to be taken to address unfavourable trends; key performance indicators; and non-financial indicators.

General Discussion and Analysis of Financial Condition

The Bank's financial performance for the quarter ended March 31, 2019 was consistent with management expectations.

Profits before tax for the quarter ended March 31, 2019 was \$4.3 million. This compares to \$3.4 million for both the quarters ended December 31, 2018 and first quarter of the 2018 financial year. The increase in profitability over both quarters was driven by growth in interest and non-interest income.

Total assets for the quarter ended March 31, 2019 increased to \$1,044 billion, this represented a growth of \$ 69 million over the March 2018 and \$43 million of the 2018 year-end figures. The increase in assets over the March 31, 2018 quarter was mainly manifested in loans and advances, which grew by 2.8 % or \$17 million and cash and bank balances which increased by 12.7 % or \$28.3 million.

The growth in asset over the March 2018 quarter was primarily funded by increased customer deposits of \$66.4 million. Customers deposits also increased by \$35.2 million over the December 2018.

A number of initiatives aimed at strengthening the Bank's overall Risk Management Framework were also under taken during the quarter, as such the Board of Directors approved a new Credit Policy on March 29, 2019

Liquidity and Capital Resources

Provide a narrative explanation of the following (but not limited to):

- i) The reporting issuer's financial condition covering aspects such as liquidity, capital resources, changes in financial condition and results of operations.
- ii) Any known trends, demands, commitments, events or uncertainties that will result in, or that are reasonably likely to result in, the issuer's liquidity increasing or decreasing in any material way. If a deficiency is identified, indicate the course of action that the reporting issuer has taken or proposes to take to remedy the deficiency.
- iii) The issuer's internal and external sources of liquidity and any material unused sources of liquid assets.
- iv) Provisions contained in financial guarantees or commitments, debt or lease agreements or other arrangements that could trigger a requirement for an early payment, additional collateral support, changes in terms, acceleration of maturity, or the creation of an additional financial obligation such as adverse changes in the issuer's financial ratios, earnings, cash flows or stock price or changes in the value of underlying, linked or indexed assets.
- v) Circumstances that could impair the issuer's ability to continue to engage in transactions that have been integral to historical operations or are financially or operationally essential or that could render that activity commercially impracticable such as the inability to maintain a specified level of earnings, earnings per share, financial ratios or collateral.

- vi) Factors specific to the issuer and its markets that the issuer expects will affect its ability to raise short-term and long-term financing, guarantees of debt or other commitment to third parties, and written options on non-financial assets.
- vii) The relevant maturity grouping of assets and liabilities based on the remaining period at the balance sheet date to the contractual maturity date. Commentary should provide information about effective periods and the way the risks associated with different maturity and interest profiles are managed and controlled.
- viii) The issuer's material commitments for capital expenditures as of the end of the latest 'fiscal period, and indicate the general purposes of such commitments and the anticipated source of funds needed to fulfil such commitments.
- ix) Any known material trends, favorable or unfavorable, in the issuer's capital resources, including any expected material changes in the mix and relative cost of capital resources, considering changes between debt, equity and any off-balance sheet financing arrangements.

Discussion of Liquidity and Capital Resources

The Bank maintained a high liquidity position, with a liquid assets to deposit coverage ratio of 34.5% compared to a benchmarked ratio of 25%. The capital position remained robust with Capital Adequacy ratio of 23.8%.

Off Balance Sheet Arrangements

Provide a narrative explanation of the following (but not limited to):

- i) Disclosures concerning transactions, arrangements and other relationships with unconsolidated entities or other persons that are reasonably likely to materially affect liquidity or the availability of, or requirements for capital resources.
- ii) The extent of the issuer's reliance on off-balance sheet arrangements should be described fully and clearly where those entities provide financing, liquidity, market or credit risk support, or expose the issuer to liability that is not reflected on the face of the financial statements.
- iii) Off-balance sheet arrangements such as their business purposes and activities, their economic substance, the key terms and conditions of any commitments, the initial on-going relationship with the issuer and its affiliates and the potential risk exposures resulting from its contractual or other commitments involving the off-balance sheet arrangements.
- iv) The effects on the issuer's business and financial condition of the entity's termination if it has a finite life or it is reasonably likely that the issuer's arrangements with the entity may be discontinued in the foreseeable future.

At the end of the reporting period the Bank anticipated that the undrawn credit commitments to customers would require cash outflows totaling \$36.8M.

Results of Operations

In discussing results of operations, issuers should highlight the company's products and services, facilities and future direction. There should be a discussion of operating considerations and unusual events, which have influenced results for the reporting period. Additionally, any trends or uncertainties that might materially affect operating results in the future should be discussed.

Provide a narrative explanation of the following (but not limited to):

- i) Any unusual or infrequent events or transactions or any significant economic changes that materially affected the amount of reported income from continuing operations and, in each case, the extent to which income was so affected.
- ii) Significant components of revenues or expenses that should, in the company's judgment, be described in order to understand the issuer's results of operations.
- iii) Known trends or uncertainties that have had or that the issuer reasonably expects will have a material favorable or unfavorable impact on net sales or revenues or income from continuing operations.
- iv) Known events that will cause a material change in the relationship between costs and revenues (such as price increases, costs of labour or materials), and changes in relationships should be disclosed.
- v) The extent to which material increases in net sales or revenues are attributable to increases in prices or to increases in the volume or amount of goods or services being sold or to the introduction of new products or services.
- vi) Matters that will have an impact on future operations and have not had an impact in the past.
- vii) Matters that have had an impact on reported operations and are not expected to have an impact upon future operations
- viii) Off-balance sheet transactions, arrangements, obligations (including contingent obligations), and other relationships that have or are reasonably likely to have a current or future effect on the registrant's financial condition, changes in financial condition, revenues or expenses, results of operations, liquidity, capital expenditures or capital resources.
- ix) Performance goals, systems and, controls.

Net Interest Income

Net interest income of \$9.2 million for the quarter was similar to the fourth quarter of 2018; however, there was a significant increase of 11.7% or \$0.965 million over the 2018 comparative period. This increase was consistent with the growth in the Bank's interest bearing assets. Additionally, continued focus on reducing the Bank's cost of funds lead to a reduction in interest expense of \$0.235 million.

Non- Interest Income

Total non- interest income grew by 34.1% or \$1.23 million when compared to the quarter ended March 31st 2018. The overall growth in income on this category was attributed to the following increases:

- 31% or \$0.347 million in fee income from card transactions
- 112% or \$0.200 million accounts service fee
- 7% or \$0.300 million in recovery income.

Provision for Loan losses.

- Loan loss expenses of \$1.1 million was equivalent to the comparative quarter and is reflective of the consistency in asset quality maintenance. This trend is expected to be maintained in the ensuing periods. As at March 31, 2019, loan loss provisions in addition to the general provision reserves amounted to 65 % of non – performing loans.

Operating Expenses

Total operating expenses increased by 13.8% or \$1.1 million over the comparative quarter. This increase was primarily due to ongoing cost incurred in supporting the implementation of strategic initiatives. Additionally, there was increased cost relating to regulatory and other compliance cost, which were designed to strengthen the Banks' Risk Management framework.

Loans & Advances

Loans and advances (net of provisions) was \$628 million as at March 31, 2019 in comparison to \$616 million at December 31 2018 and \$611 million at the March 31, 2018. The increase in the loan portfolio was mainly in the areas of public sector exposure and retail mortgages.

Investments

The investment portfolio increased to \$103 million as at March 31, 2019. This represented an increase of 26.4% or \$21.5 million over the comparative period in 2018 and \$4 million over the December 2018 figures. The increase in the portfolio was consistent with the ongoing strategy to utilize excess liquidity.

Deposits

Total customer deposits increased from \$736 million at the end of March 2018, to \$802 million as at March 31, 2019. Customer deposits at the end of December 31st was \$767 million. Growth in demand deposits was the major contributing factor to the overall deposit growth

3. Disclosure about Risk Factors.

As at March 30, 2019, the Bank's overall risk profile remained stable in the following categories:

Credit Risk, Liquidity Risk, Market Risk, Reputational Risk, Legal and Regulatory/Compliance Risk, Earnings and Capital Adequacy.

During the period, attention was placed on the following risk areas:

Enterprise Risk Management

The Bank is pursuing the full implementation of an Enterprise Risk Management System, and has revised the format of the quarterly risk report. An Enterprise Risk Assessment is now submitted to the Risk Management Committee of the Board on a quarterly basis.

Medical Cannabis Industry Act 2018

With the passage of the Medicinal Cannabis Industry Act 2018 the Bank has increased its focus on mitigating the resultant risks of this legislation by focusing on risks related to correspondent banking relationship.

IT Governance Committee

The Bank established an IT Governance Committee comprising of Managers during the reporting period. This Committee will report to the Risk and Compliance Committee of the Board of Directors.

Policy Review Exercise

The Bank has made progress in relation to the Policy Review Exercise. Of the twenty-two policies to be reviewed, eight were completed. During the quarter the Credit Policy and the Impaired Asset, Provisioning and Write-off Policy were approved by the Board of Directors.

BOSVG's Compliance with the Occupational Safety And Health Act 2017

The Government of St. Vincent and the Grenadines enacted the Occupational Safety and Health Act (OSHA) on November 24, 2017 for the protection of employers and employees in the workplace. A number of mandatory requirements were already implemented in compliance with the Act by the Bank. The outstanding areas for compliance are incrementally being accomplished for full implementation in 2019.

Cybercrime Insurance

The Bank expanded its insurance coverage for Cybercrime during the quarter.

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. 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.

Legal and Regulatory

The bank remains in compliance with the established legal and regulatory requirements. The risk rating attached was medium based on the Bank's internal rating criteria.

Legal Proceedings.

A legal proceeding need only be reported in the ECSRC – OR filed for the period in which it first became a reportable event and in subsequent interim reports in which there have been material developments. Subsequent Form ECSRC – OR 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.

Claim No: SVGHCV2019/57 – Gregory Ferrari and Bank of St. Vincent and the Grenadines Ltd.

Claim served on March 26, 2019.

The Claimant claims against BOSVG for negligence and or breach of duty in respect of loss and damage caused to him as a result of the wrongful/unlawful refusal to accept for deposit various cheques issued by him or, alternatively, the failure to present the said cheques to the Claimant's bank for payment.

The Bank filed an Acknowledgement of Service.

4. 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.

There were no changes in securities and use of proceeds during the period.

(a) 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)

N/A

- Offer closing date (provide explanation if different from date disclosed in the registration statement)

N/A

- Name and address of underwriter(s)

N/A

- Amount of expenses incurred in connection with the offer

N/A

- Net proceeds of the issue and a schedule of its use

N/A

- Payments to associated persons and the purpose for such payments

N/A

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

N/A

5. 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 per cent 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.

N/A

- (b) If any material arrears in the payment of dividends have 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.

N/A

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

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

- (a) The date of the meeting and whether it was an annual or special meeting.

N/A

- (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.

N/A

- (c) A brief description of each other matter voted upon at the meeting and a statement of 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.

N/A

- (d) A description of the terms of any settlement between the registrant and any other participant.

N/A

- (e) Relevant details of any matter where a decision was taken otherwise than at a meeting of such security holders.

N/A

7. Other Information.

The reporting issuer may, at its option, report under this item any information, not previously reported in a Form ECSRC – MC report (used to report material changes), with respect to which information is not otherwise called for by this form, provided that the material change occurred within seven days of the due date of the Form ECSRC-OR report. 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 – OR report.

N/A

Performance highlights

| | 1Q19 | 4Q18 | 3Q18 | 2Q18 | 1Q18 | 1Q19 vs 1Q18 |
|---|---------------|---------------|-------------|---------------|-------------|--------------------|
| Selected income statement items (\$m) | | | | | | |
| Net interest income | 9,201,050 | 9,384,399 | 8,874,062 | 8,693,274 | 8,235,968 | 11.7% |
| Net fee and commission income | 3,436,511 | 2,761,276 | 2,505,370 | 2,813,866 | 2,293,908 | 49.8% |
| Other non-interest income | 1,382,378 | 1,415,923 | 1,427,318 | 1,444,924 | 1,299,925 | 6.3% |
| Total operating income | 14,019,939 | 13,561,598 | 12,806,750 | 12,952,064 | 11,829,801 | 18.5% |
| Operating expenses | 8,632,866 | 10,239,501 | 8,285,597 | 8,417,524 | 7,583,832 | 13.8% |
| Allowances for credit losses on financial assets | 1,100,000 | (101,322) | 932,704 | 896,296 | 831,485 | 32.3% |
| Profit before tax | 4,287,073 | 3,423,419 | 3,588,449 | 3,638,244 | 3,414,484 | 25.6% |
| Income tax expense | 1,157,510 | (1,723,570) | 968,881 | 982,327 | 921,910 | 25.6% |
| Profit after tax | 3,129,563 | 5,146,989 | 2,619,568 | 2,655,917 | 2,492,574 | 25.6% |
| Selected balance sheet items (\$m) | | | | | | |
| Cash and deposits with banks | 251,203,132 | 224,603,444 | 219,073,814 | 236,718,646 | 222,862,492 | 12.7% |
| Loans and advances | 628,013,796 | 616,595,632 | 620,678,682 | 618,472,164 | 610,895,845 | 2.8% |
| Investments | 103,232,440 | 99,229,734 | 91,824,082 | 87,885,445 | 81,687,794 | 26.4% |
| Total assets | 1,044,423,772 | 1,001,282,839 | 998,599,792 | 1,003,840,214 | 975,320,946 | 7.1% |
| Customer deposits | 802,376,656 | 767,161,792 | 764,538,964 | 770,614,334 | 736,003,231 | 9.0% |
| Total liabilities | 923,618,494 | 883,607,125 | 889,352,412 | 897,090,878 | 867,633,792 | 6.5% |
| Shareholders' equity | 120,805,278 | 117,675,714 | 109,247,378 | 106,749,334 | 107,687,154 | 12.2% |
| Total risk weighted assets | 489,022,000 | 519,516,889 | 494,896,000 | 497,863,000 | 470,717,000 | 3.9% |
| Impaired loans | 36,374,612 | 39,589,589 | 44,934,980 | 42,026,140 | 46,003,757 | -20.9% |
| Allowances for credit losses on financial assets | 18,103,895 | 17,006,295 | 20,849,365 | 19,526,371 | 21,756,262 | -16.8% |
| General Provision Reserve | 3,133,354 | 3,133,354 | - | - | - | - |
| Key financial ratios (%) | | | | | | |
| Net interest margin | 3.5% | 3.7% | 3.6% | 3.5% | 3.4% | |
| Efficiency ratio | 69.4% | 74.8% | 72.0% | 71.9% | 71.1% | |
| Return on assets | 1.2% | 2.1% | 1.0% | 1.1% | 1.0% | |
| Return on equity | 10.4% | 17.5% | 9.6% | 10.0% | 9.3% | |
| Loans to deposits | 78.3% | 80.4% | 81.2% | 80.3% | 83.0% | |
| NPL ratio | 5.8% | 6.4% | 7.2% | 6.8% | 7.5% | |
| NPLs to total assets | 3.5% | 4.0% | 4.5% | 4.2% | 4.7% | |
| Allowances for credit losses as a % of loans and advances | 2.9% | 2.8% | 3.4% | 3.2% | 3.6% | |
| Allowances for credit losses as a % of NPLs | 49.8% | 43.0% | 46.4% | 46.5% | 47.3% | |
| Allowances for credit losses plus contingency reserve fund as a % of NPLs | 58.4% | 50.9% | 46.4% | 46.5% | 47.3% | |
| Capital Adequacy | 23.8% | 23.9% | 21.0% | 22.5% | 22.0% | |

Consolidated Statement of Income

| In \$ millions | 1st Qtr 2019 | 1st Qtr 2018 | +/(-) % | 4th Qtr 2018 | +/(-) % | 3rd Qtr 2018 | 2nd Qtr 2018 | Audited December 31, 2018 |
|--|-------------------|-------------------|------------|-------------------|------------|-------------------|-------------------|------------------------------|
| Income | | | | | | | | |
| Interest income on loans and advances | 11,729,927 | 11,444,579 | 2.5% | 12,027,968 | -2.5% | 11,669,340 | 11,602,638 | 46,744,525 |
| Interest income investments and bank deposits | 1,288,679 | 843,490 | 52.8% | 1,230,016 | 4.8% | 1,203,200 | 943,789 | 4,220,495 |
| Interest expense | 3,817,556 | 4,052,101 | -5.8% | 3,873,585 | -1.4% | 3,998,478 | 3,853,153 | 15,777,317 |
| Net interest income | 9,201,050 | 8,235,968 | 11.7% | 9,384,399 | -2.0% | 8,874,062 | 8,693,274 | 35,187,703 |
| Net fee and commission income and other income | 3,436,511 | 2,293,908 | 49.8% | 2,761,276 | 24.5% | 2,505,370 | 2,813,866 | 10,374,420 |
| Net foreign exchange trading income | 1,373,898 | 1,283,103 | 7.1% | 1,306,928 | 5.1% | 1,393,095 | 1,224,489 | 5,207,615 |
| Dividend income | 8,480 | 16,822 | -49.6% | 108,995 | -92.2% | 34,223 | 220,435 | 380,475 |
| Non-interest income | 4,818,889 | 3,593,833 | 34.1% | 4,177,199 | 15.4% | 3,932,688 | 4,258,790 | 15,962,510 |
| Total income | 14,019,939 | 11,829,801 | 18.5% | 13,561,598 | 3.4% | 12,806,750 | 12,952,064 | 51,150,213 |
| Staff Cost | 2,789,390 | 2,404,200 | 16.0% | 3,623,309 | -23.0% | 2,834,904 | 2,784,822 | 11,647,235 |
| Other operating expenses | 5,843,476 | 5,179,632 | 12.8% | 6,616,192 | -11.7% | 5,450,693 | 5,632,702 | 22,879,219 |
| Total expenses | 8,632,866 | 7,583,832 | 13.8% | 10,239,501 | -15.7% | 8,285,597 | 8,417,524 | 34,526,454 |
| Profit before allowances | 5,387,073 | 4,245,969 | 26.9% | 3,322,097 | 62.2% | 4,521,153 | 4,534,540 | 16,623,759 |
| Provisions for credit and other losses | 1,100,000 | 831,485 | 32.3% | -101,322 | -1185.6% | 932,704 | 896,296 | 2,559,163 |
| Profit before tax | 4,287,073 | 3,414,484 | 25.6% | 3,423,419 | 25.2% | 3,588,449 | 3,638,244 | 14,064,596 |
| Income tax expense | 1,157,510 | 921,910 | 25.6% | -1,723,570 | -167.2% | 968,881 | 982,327 | 1,149,548 |
| Net profit | 3,129,563 | 2,492,574 | 25.6% | 5,146,989 | -39.2% | 2,619,568 | 2,655,917 | 12,915,048 |

BANK OF ST. VINCENT AND THE GRENADINES LTD

Consolidated Statement of Comprehensive Income

For the three months ended March 31, 2019

(expressed in thousands of Eastern Caribbean dollars)

| | (Unaudited) | (Unaudited) (Audited) | |
|---|------------------|-----------------------|--------------------|
| | 3 mths to | 3 mths to | 12 mths to |
| | March 31, | March 31, | December 31, |
| | 2019 | 2018 | 2018 |
| | \$ | \$ | \$ |
| Profit (loss) for the period | 3,129,563 | 2,492,574.00 | 12,915,048 |
| Other comprehensive income | | | |
| <i>Items that are or may be reclassified to profit or loss in subsequent periods:</i> | | | |
| Unrealised loss/ (gain) on available for sale securities | | | |
| Net change in fair value of debt instruments measured at FVOCI | - | - | (95,386.00) |
| Other comprehensive loss for the period, net of tax | - | - | (95,386.00) |
| Total comprehensive income for the period | 3,129,563 | 2,492,574 | 12,819,662 |

Consolidated Statement of Financial Position

| | Unaudited | Audited | Unaudited | Unaudited | Unaudited | 1Q19 Vs 1Q18 |
|---------------------------------------|----------------------|----------------------|--------------------|----------------------|--------------------|-----------------|
| In \$ millions | 31-Mar 2019 | 31-Dec 2018 | 30-Sep 2018 | 30-Jun 2018 | 31-Mar 2018 | % |
| Assets | | | | | | |
| Cash and balances with central bank | 150,703,289 | 105,753,066 | 119,079,496 | 119,078,445 | 136,601,738 | 10.3% |
| Due with other banks | 100,499,843 | 118,850,378 | 99,994,318 | 117,640,201 | 86,260,754 | 16.5% |
| Treasury bills | 9,946,325 | 10,290,846 | 10,288,493 | 10,175,068 | 10,062,877 | -1.2% |
| Investment Securities | 83,176,279 | 79,013,983 | 71,315,726 | 67,680,582 | 61,407,109 | 35.5% |
| Loans and advances to customers (net) | 628,013,796 | 616,595,632 | 620,678,682 | 618,472,164 | 610,895,845 | 2.8% |
| -bonds | 10,109,836 | 9,924,905 | 10,219,863 | 10,029,795 | 10,217,808 | -1.1% |
| Property Plant & Equipment | 52,718,680 | 53,020,306 | 53,179,382 | 52,837,259 | 53,045,586 | -0.6% |
| Investment Properties | 2,232,000 | 2,232,000 | 2,412,000 | 2,412,000 | 2,412,000 | -7.5% |
| Deferred tax asset | 1,592,111 | 1,592,111 | - | - | - | 100.0% |
| Other assets | 5,431,613 | 4,009,612 | 11,431,832 | 5,514,700 | 4,417,229 | 23.0% |
| Total assets | 1,044,423,772 | 1,001,282,839 | 998,599,792 | 1,003,840,214 | 975,320,946 | 7.1% |
| Liabilities | | | | | | |
| Deposits from banks | 46,440,902 | 37,863,272 | 40,865,783 | 38,734,781 | 36,005,432 | 29.0% |
| Due to customers | 802,376,656 | 767,161,792 | 764,538,964 | 770,614,334 | 736,003,231 | 9.0% |
| Deferred tax liability | 0 | - | 47,104 | 47,104 | 47,104 | -100.0% |
| Borrowed funds | 37,198,272 | 38,284,024 | 39,305,502 | 39,900,237 | 41,593,064 | -10.6% |
| Other liabilities | 37,602,664 | 40,298,037 | 44,595,059 | 47,794,422 | 53,984,961 | -30.3% |
| Total liabilities | 923,618,494 | 883,607,125 | 889,352,412 | 897,090,878 | 867,633,792 | 6.5% |
| Shareholder's Equity | | | | | | |
| Share capital | 20,753,306 | 20,753,306 | 20,753,306 | 20,753,306 | 20,753,306 | 0.0% |
| Reserves | 20,753,306 | 20,753,306 | 14,912,580 | 14,912,580 | 14,912,580 | 39.2% |
| General Provision Reserve | 3,133,354 | 3,133,354 | - | 0 | - | 100.0% |
| Unrealised gain/loss on investments | (95,386) | (95,386) | 1,482,307 | 1,603,830 | 1,725,685 | -105.5% |
| Retained earnings | 76,260,698 | 73,131,134 | 72,099,185 | 69,479,618 | 70,295,583 | 8.5% |
| Total Shareholders' equity | 120,805,278 | 117,675,714 | 109,247,378 | 106,749,334 | 107,687,154 | 12.2% |
| Total equity and liabilities | 1,044,423,772 | 1,001,282,839 | 998,599,790 | 1,003,840,212 | 975,320,946 | 7.1% |
| Other information | | | | | | |
| Number of shares | 14,999,844 | 14,999,844 | 14,999,844 | 14,999,844 | 14,999,844 | |
| Net book value per share (\$) | 8.05 | 7.85 | 7.28 | 7.12 | 7.18 | |
| Basic | | | | | | |

BANK OF ST. VINCENT AND THE GRENADINES LTD

Summary Consolidated Statement of Changes in Equity

As at April 30, 2019

(expressed in thousands of Eastern Caribbean dollars)

| | Share Capital | Statutory Reserves | General Provision Reserves | Unrealised gain/(loss) on investments | Retained Earnings | Total |
|---|-------------------|-----------------------|-------------------------------|--|----------------------|--------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ |
| Balance at 1 January 2018 (as previously reported) | 20,753,306 | 14,912,580 | - | 1,725,685 | 66,881,100 | 104,272,671 |
| Net impact of adopting IFRS 9 | - | - | - | (1,725,685) | 4,859,039 | 3,133,354 |
| Restated opening balance under IFRS 9 | 20,753,306 | 14,912,580 | - | - | 71,740,139 | 107,406,025 |
| Transfer to statutory reserves | - | 5,840,726 | - | - | (5,840,726) | - |
| Transfer to general provision reserves | - | - | 3,133,354 | - | (3,133,354) | - |
| Total comprehensive income | - | - | - | (95,386) | 12,915,048 | 12,819,662 |
| Dividend paid (\$0.17 per share) | - | - | - | - | (2,549,973) | (2,549,973) |
| Balance at 31 December 2018 | 20,753,306 | 20,753,306 | 3,133,354 | (95,386) | 73,131,134 | 117,675,714 |
| Balance at 1 January 2019 | 20,753,306 | 20,753,306 | 3,133,354 | (95,386) | 73,131,134 | 117,675,714 |
| Transfer | - | - | 0 | - | - | - |
| Total comprehensive income | - | - | 0 | 0 | 3,129,563 | 3,129,563 |
| Dividend paid | - | - | - | - | - | - |
| At 30 April 2019 | 20,753,306 | 20,753,306 | 3,133,354 | (95,386) | 76,260,697 | 120,805,277 |