First Citizens Bank Limited And Its Subsidiaries
(A Subsidiary of First Citizens Holdings Limited)

Unaudited Condensed Consolidated Financial Statements
(Expressed in Trinidad and Tobago dollars)

Three Months Ended 31 December 2020

First Citizens Bank Limited and its Subsidiaries

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First Citizens Bank Limited and its Subsidiaries
Unaudited Financial Statements
For the Three Months ended 31 December 2020

Chairman's Report

At the end of this first quarter, the effects of the global pandemic on our economy continue to impact the operations of our First Citizens Group. This is reflected in our financial results for the three months ended December 2020 with a profit before tax of $232.9 million. Profit after tax amounted to $173.9 million which represented a 21.9% decline when compared with the corresponding prior year period. This stemmed primarily from the decline in interest income underpinned by reductions in interest rates and the reduction in foreign exchange trading, fees and commissions. Total Assets valued at $47.8 billion, showed a 0.7% increase from September 2020. Gross Loans declined by 2.0% from $19.5 billion to $19.1 billion, while Investments remained relatively stable at $16.5 billion. Customer Deposits (as part of Customer Deposits and Other Funding Instruments) grew by 3.5% moving from $28.9 billion to $29.9 billion. Expenses reflected a marginal improvement relative to the same period last year of $277.4 million as compared with $285.6 million at December 2019. Our earnings per share amounted to $0.69, as compared with December 2019 of $0.89.

The First Citizens Group continues to recognize the need for a balanced approach out of consideration for its shareholders while ensuring organizational sustainability. The Board has declared an interim dividend of $0.36 per ordinary share which represents a reduction of 18% over the corresponding prior year period. This dividend will be paid **on February 26, 2021** to shareholders on record as at **February 10, 2021**.

The outlook for a global rebound, in the short term, is cautiously optimistic although regionally, growth is expected to be much more delayed in tourism-dependent economies. In the local economy, credit response remains sluggish, however, the non-energy sector already appears to be on the uptick with investments in the construction and manufacturing sectors. While our customers and communities continue to find ways to cope with the challenges presented by the COVID-19 pandemic, the First Citizens Group continues to embrace technology to enhance our customer interaction in a safe and efficient manner. Our commitment to all our stakeholders remains at the forefront of all our efforts to provide sustainability and growth.

I wish to acknowledge the continued loyalty and support of our staff during this period. I also extend sincere gratitude to our customers, my fellow directors and all other stakeholders for their invaluable contributions towards the success of the Group.

Anthony Isidore Smart
Chairman

January 25, 2021

FIRST CITIZENS BANK LIMITED AND ITS SUBSIDIARIES
UNAUDITED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED 31 DECEMBER 2020

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

As at 31 December 2020(expressed in Trinidad and Tobago Dollars)

	Unaudited December 2020 $'000	Unaudited December 2019 $'000	Audited September 2020 $'000
ASSETS			
Cash and Statutory Deposits	10,783,042	7,052,678	10,097,285
Financial Assets			
- Investments	16,532,324	16,946,596	16,464,240
- Loans and receivables less allowance for loan losses:			
Loans to customers	18,638,082	19,606,262	19,040,472
Loans Notes	147,399	221,099	147,399
Other assets	559,515	467,087	569,818
Investment in joint ventures & associates	200,573	193,344	206,464
Property, plant and equipment	677,299	588,006	696,161
Intangible asset	218,974	219,637	223,589
TOTAL ASSETS	**47,757,208**	**45,294,709**	**47,445,698**
LIABILITIES			
Customers' deposits and other funding instruments	33,414,867	31,866,424	33,143,099
Due to other banks	2,040,862	2,217,108	2,011,616
Creditors and accrued expenses	1,077,418	927,605	954,537
Lease liabilities	98,743	--	110,576
Defined benefit liability	121,629	12,965	121,263
Debt securities in issue	3,355,194	2,930,832	3,625,194
Notes due to related companies	58,000	58,000	58,000
TOTAL LIABILITIES	**40,166,713**	**38,012,933**	**40,024,285**
SHAREHOLDERS' EQUITY			
Share capital	458,557	458,557	458,557
Statutory reserve	1,241,412	884,689	1,241,412
Fair Value reserve	1,221,891	1,129,296	1,110,629
Retained earnings	4,668,634	4,809,234	4,610,815
SHAREHOLDERS' EQUITY	**7,590,495**	**7,281,776**	**7,421,413**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**47,757,208**	**45,294,709**	**47,445,698**

The notes on pages 7 to 11 are an integral part of these consolidated financial statements.

On 25 January 2021, the Board of Directors of First Citizens Bank Limited authorised these consolidated financial statements for issue.

Director Anthony Isidore Smart

Director

FIRST CITIZENS BANK LIMITED AND ITS SUBSIDIARIES
UNAUDITED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED 31 DECEMBER 2020

CONDENSED CONSOLIDATED INTERIM INCOME STATEMENT
(expressed in Trinidad and Tobago Dollars)

	Note	Unaudited Three months ended December 2020 $'000	Unaudited Three months ended December 2019 $'000	Audited Year ended September 2020 $'000
Net interest income		**381,845**	**428,997**	**1,626,696**
Other income		140,404	190,860	607,952
Total net income		**522,249**	**619,857**	**2,234,648**
Credit impairment losses net recoveries	5	(15,954)	(19,349)	(213,287)
Non-interest Expenses		(277,371)	(285,560)	(1,209,013)
Operating profit		**228,924**	**314,948**	**812,348**
Share of profit in associates and joint venture		4,022	6,177	19,297
Profit before taxation		**232,946**	**321,125**	**831,645**
Taxation		(59,095)	(98,481)	(224,779)
Profit after taxation		**173,851**	**222,644**	**606,866**
Earnings Per Share				
Basic		**$0.69**	**$0.89**	**$2.40**
Weighted Average Number of Share				
Basic		**251,354**	**251,354**	**251,354**

FIRST CITIZENS BANK LIMITED AND ITS SUBSIDIARIES

UNAUDITED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED 31 DECEMBER 2020

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(expressed in Trinidad and Tobago Dollars)

	Unaudited		Audited
	Three months ended		Year ended
	December 2020	December 2019	September 2020
	$'000	$'000	$'000
Profit for the period	**173,851**	**222,644**	**606,866**
Other comprehensive income:			
Items that will not be classified to Profit or Loss			
Items reclassified to retained earnings	--	--	4,713
Remeasurement of defined benefit liability	--	--	(68,275)
Net gains on investments in equity instruments designated at FVOCI	7,033	6,141	10,663
Revaluation of property, plant and equipment net of tax	--	--	5,016
	7,033	6,141	(47,883)
Items that may be reclassified to Profit or Loss			
Exchange difference on translation	678	5,758	6,103
Reclassified to profit or loss on disposal	3,289	(958)	(18,941)
Amortization of losses on hold to collect assets	--	(512)	(4,420)
Net gains / (losses) on financial assets measured at FVOCI	100,262	22,737	84,353
	104,229	27,025	67,095
Total other comprehensive loss for the period	**111,262**	**33,166**	**19,212**
Total comprehensive income for the period	**285,113**	**255,810**	**626,078**

FIRST CITIZENS BANK LIMITED AND ITS SUBSIDIARIES
UNAUDITED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED 31 DECEMBER 2020

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(expressed in Trinidad and Tobago Dollars)

	Share Capital $'000	Statutory Reserve $'000	Other Reserve $'000	Retained Earnings $'000	Shareholders' Equity $'000
Balance at 1 October 2020	**458,557**	**1,241,412**	**1,110,629**	**4,610,815**	**7,421,413**
Total Comprehensive income			111,262	173,851	285,113
Dividends				(116,031)	(116,031)
Balance at 31 December 2020	**458,557**	**1,241,412**	**1,221,891**	**4,668,635**	**7,590,495**
Balance at 1 October 2019	**458,557**	**884,689**	**1,096,130**	**4,712,675**	**7,152,051**
Total Comprehensive income	--	--	33,166	222,644	255,810
Dividends	--	--	--	(126,085)	(126,085)
Balance at 31 December 2019	**458,557**	**884,689**	**1,129,296**	**4,809,234**	**7,281,776**
Balance at 1 October 2019	**458,557**	**884,689**	**1,096,130**	**4,712,675**	**7,152,051**
Change on initial adoption of IFRS 16	--	--	--	(7,537)	(7,537)
Restated Balance as at 1 October 2019	**458,557**	**884,689**	**1,096,130**	**4,705,138**	**7 144 514**
Total Comprehensive income	--	--		606,866	606,866
Other Comprehensive income	--	--	14,499	4,713	19,212
Transfer to statutory reserve	--	356,723	--	(356,723)	--
Dividends	--	--	--	(349,179)	(349,179)
Balance at 30 September 2020	**458,557**	**1,241,412**	**1,110,629**	**4,610,815**	**7,421,413**

FIRST CITIZENS BANK LIMITED AND ITS SUBSIDIARIES
UNAUDITED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED 31 DECEMBER 2020

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
(Expressed in Trinidad and Tobago Dollars)

	Unaudited December 2020 $'000	Unaudited December 2019 $'000	Audited September 2020 $'000
Cash Flow From Operating Activities			
Profit before taxation	232,946	321,125	831,645
Adjustments to reconcile profit to net cash provided by operating activities:	(8,193)	17,375	167,825
Cashflows from operating activities before changes in operating assets and liabilities	**224,753**	**338,500**	**999,470**
Changes in operating assets and liabilities:			
Net change in loans to customers	389,892	(997,674)	(625,523)
Net change in customers' deposits and other funding	271,768	1,840,722	3,117,398
Net change in other assets	(42,891)	(10,743)	(41,908)
Net change in statutory deposits with Central Bank	954,810	(349,034)	(1,412,850)
Net change in creditors and accrued expenses	180,435	(102,521)	7,969
Taxes paid	(20,749)	(65,450)	(302,018)
Net cash flow from operating activities	**1,958,018**	**653,800**	**1,742,538**
Cash Flows From Investing Activities			
Net change in investments	64,795	(1,020,014)	(375,145)
Net change in loan notes		--	73,700
Net change in short-term investments	(250,330)	358,737	(800,487)
Proceeds from disposal of property, plant and equipment	18	138	8,029
Purchase of property, plant and equipment	(8,634)	(6,878)	(94,894)
	(194,151)	**(668,017)**	**(1,188,797)**
Cash Flows From Financing Activities			
Repayment of debt securities	(270,000)	--	696,339
Repayment of Lease liabilities	(16,979)	--	(29,495)
Dividend paid	(116,031)	(126,085)	(349,179)
Net cash flow from financing activities	**(403,010)**	**(126,085)**	**317,665**
Effect of exchange rate changes	134	6,322	21,673
Net cash (decrease)/increase in cash and cash equivalents	1,360,991	(133,980)	893,079
Cash and cash equivalents at beginning of year	1,957,698	1,064,619	1,064,619
Cash and cash equivalents at end of period	3,318,689	930,639	1,957,698
REPRESENTED BY:-			
Cash and due from banks and Statutory Deposits	10,783,042	7,052,678	10,097,285
Due to other banks	(2,040,862)	(2,217,108)	(2,011,616)
Less:			
Statutory Deposits	(3,965,619)	(3,856,613)	(4,920,429)
Short Term Investments (Maturity over 3 months)	(1,457,872)	(48,318)	(1,207,542)
	3,318,689	**930,639**	**1,957,698**

1 General Information

First Citizens Bank Limited (the Bank) and its subsidiaries (together the 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 subsidiary of First Citizens Holdings Limited (Holdings), a company owned by the Government of the Republic of Trinidad and Tobago (GORTT), and its registered office is located at 9 Queen's Park East, Port of Spain. First Citizens Holdings has 64.43% controlling interest. The remainder of the shares are listed on the Trinidad and Tobago Stock Exchange and are publicly traded.

On 12 September 1993, the Workers' Bank (1989) Limited, National Commercial Bank of Trinidad and Tobago Limited and Trinidad Co-operative Bank Limited under and by virtue of vesting orders made by the Minister of Finance under section 49 of the Financial Institutions Act, 1993, were transferred to and became vested in the Bank.

All entities which were transferred to, or from which specific assets or liabilities were transferred to the Bank, were wholly owned or controlled by the Trinidad and Tobago Government. Therefore, the transfers were recorded as a combination of interests under common control whereby all assets and liabilities transferred to the Bank were transferred at their carrying amounts in the accounts of the transferred or transferring entities at the dates of the respective transfers.

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:

Infolink Services Limited	Provision of automated banking reciprocity services	Trinidad & Tobago	25%
Trinidad and Tobago Interbank Payment System Limited	Automated clearing house	Trinidad & Tobago	14.29%
St. Lucia Electricity Services Limited	Provision of electrical power to consumers	St. Lucia	19%

2 Basis of preparation

The interim consolidated financial statement for the three months period ended 31 December 2020, 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 2020.

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 2020.

4 Commitments

	December 2020 $'000	December 2019 $'000	September 2020 $'000
Capital Commitments			
Capital expenditure approved by the Directors but not provided for in these accounts:	135,269	51,101	104,042
Credit Commitments			
Commitments for loans approved not yet disbursed:	540,455	1,238,887	456,827

5 Credit impairment losses net recoveries

	December 2020 $'000	December 2019 $'000	September 2020 $'000
Expected Credit Losses			
Loans and advances	(14,164)	(16,986)	(216,667)
Other financial assets	(1,790)	(2,363)	3,380
	(15,954)	(19,349)	(213,287)

6 Related Party Transactions

(a) Directors and key management personnel

	December 2020 $'000	December 2019 $'000	September 2020 $'000
Salaries and other short-term employee benefits	11,423	20,436	64,490
Loans and receivables	12,197	11,993	12,552
Interest income	151	144	592
Customers' Deposits	20,854	19,378	21,337
Interest expense	56	48	245
Other Funding instruments	722	707	707
Interest expense- Other Funding	4	4	13

(b) Transactions with parent

Customers' Deposit	2,796	1,829	2,087
Long-term notes payable	58,000	58,000	58,000
Loan Note receivable	10,428	15,642	10,428
Interest income on loan notes	302	453	1,653
Due from Parent	185	69	262

(c) Pension Plan

Employer's contribution	15,802	8,985	51,110

(d) Government of the Republic of Trinidad and Tobago

On the formation of the Bank (see Note 1), 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:

	December 2020 $'000	December 2029 $'000	September 2020 $'000
Assets			
Loan notes with Taurus Services Limited	136,971	205,457	136,971
Liabilities			
Due to GORTT	22,862	23,044	22,890
Interest Income			
Loan notes	3,970	5,955	21,718

6 Related Party Transactions (cont'd)

(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:

	December 2020 $'000	December 2019 $'000	September 2020 $'000
Loans to customers	4,340,028	4,951.299	4,564,236
Interest income	11,733	83,218	306,236
Customers' deposits	11,825,537	9,885,993	11,846,181
Interest expense	8,194	10,005	45,390
Investments	10,478,158	9,287,957	9,003,487
Investment income	124,446	104,732	404,459
Other funding instruments	701,477	973,342	986,706
Interest expense	4,333	6,396	21,974

(f) The (COVID – 19) Small & Medium Enterprises (SME) Stimulus Loan is an initiative an GORTT embarked 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% of the loan value. The interest on these loans will be paid by the GORTT for the duration of the loan.

SME Loans	13,498	--	10,800
Interest income	91	--	48

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:

Period ended 31 December 2020	Retail & Corporate Banking $'000	Treasury & Investments Banking $'000	Trustee & Asset Management $'000	Group functions $'000	Eliminations $'000	Total $'000
Total Net Income	383,999	127,568	25,720	(1,667)	(13,371)	522,249
Profit Before Taxation	211,505	75,229	15,015	(61,540)	(7,263)	232,946
Total Assets	24,240,891	24,608,747	773,580	554,953	(2,420,963)	47,757,208

Period ended 31 December 2019	Retail & Corporate Banking $'000	Treasury & Investments Banking $'000	Trustee & Asset Management $'000	Group functions $'000	Eliminations $'000	Total $'000
Total Net Income	437,389	157,862	34,714	(1,507)	(8,601)	619,857
Profit Before Taxation	272,329	85,066	24,862	(60,923)	(209)	321,125
Total Assets	24,152,143	21,771,191	586,848	950,948	(2,166,421)	45,294,709

Year ended 30 September 2020	Retail & Corporate Banking $'000	Treasury & Investments Banking $'000	Trustee & Asset Management $'000	Group functions $'000	Eliminations $'000	Total $'000
Total Net Income	1,605,705	626,572	132,988	5,466	(136,083)	2,234,648
Profit Before Taxation	806,703	299,652	90,579	(257,559)	(107,730)	831,645
Total Assets	23,347,413	25,354,236	694,251	585,816	(2,536,018)	47,445,698