

INDEPENDENT AUDITOR'S REPORT

 Report of the Independent Auditor on the Summary Consolidated Financial Statements
 To the Shareholders of East Caribbean Financial Holding Company Limited

Report of The Independent Auditor on The Summary Consolidated Financial Statements to The Shareholders of East Caribbean Financial Holding Company Limited
Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at 31 December 2020, the summary consolidated statement of profit or loss, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows for the year then ended and related notes, are derived from the complete audited consolidated financial statements of East Caribbean Financial Holding Company Limited ('Parent') and its subsidiary ('the Group') for the year ended 31 December 2020.

In our opinion, the accompanying summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements, on the basis described in Note 1.

Summary Consolidated Financial Statements

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

The Audited Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on

the audited consolidated financial statements in our report dated [insert date]. That report also includes the communication of Key Audit Matters. Key Audit Matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period.

The audited consolidated financial statements and the summary consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated financial statements.

Responsibilities of Management for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements in accordance with Note 1.

Auditor's Responsibilities for the Audit of the Summary Consolidated Financial Statements

Our responsibility is to express an opinion on whether the summary consolidated financial statements are consistent, in all material respects, with the audited consolidated 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.



KPMG
 Castries,
 Saint Lucia
 April 26, 2021

SUMMARY CONSOLIDATED STATEMENT OF PROFIT OR LOSS

 For the year ended 31 December 2020
 (Expressed in Eastern Caribbean dollars)

	2020 \$'000	2019 \$'000
Net interest income	50,409	59,364
Other operating income	60,093	65,261
Impairment losses	(28,698)	(6,470)
Operating expenses	(70,821)	(68,932)
Share of profit of associates	3,303	7,318
Dividends on preference shares	(291)	(291)
Profit for the year before income tax	13,995	56,250
Income tax expense	(6,579)	(1,259)
Profit for the year after taxation	7,416	54,991
- basic	0.30	2.25
- diluted	0.29	2.16

SUMMARY CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

 For the year ended 31 December 2020
 (Expressed in Eastern Caribbean dollars)

	2020 \$'000	2019 \$'000
Profit for the year	7,416	54,991
Other comprehensive income		
Unrealised gain on investments	10,795	13,914
Re-measurement gain on defined benefit pension plan (net of tax)	2,479	1,886
Total comprehensive income for the year	20,690	70,791

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

 For the year ended 31 December 2020
 (Expressed in Eastern Caribbean dollars)

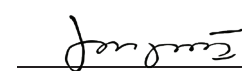
	2020 \$'000	2019 \$'000
Net cash from (used in) operating activities	276,563	(39,377)
Net cash used in investing activities	(20,916)	(16,579)
Net cash used in financing activities	(10,149)	(15,433)
Increase (decrease) in cash and cash equivalents	245,498	(71,389)
Cash and cash equivalents at beginning of year	186,226	257,615
Cash and cash equivalents at end of year	431,724	186,226

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

 As at 31 December 2020
 (Expressed in Eastern Caribbean dollars)

	2020 \$'000	2019 \$'000
Assets		
Cash, balances with Central Bank and due from banks	577,104	442,566
Investment securities	748,278	737,213
Loans and receivables	799,318	838,730
Property and equipment	50,139	48,639
Investment properties	30,987	31,955
Other assets	132,828	131,618
Total Assets	2,338,654	2,230,721
Liabilities		
Due to customers	1,945,198	1,870,903
Borrowings	60,008	63,844
Other Liabilities	68,019	45,146
Total Liabilities	2,073,225	1,979,893
Equity		
Share capital	170,081	170,081
Reserves	95,348	80,747
Total Equity	265,429	250,828
Total Liabilities and Equity	2,338,654	2,230,721

Approved by the Board of Directors on:



Director



Director

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

 For the year ended 31 December 2020
 (Expressed in Eastern Caribbean dollars)

	Ordinary shares \$'000	Reserves \$'000	Total equity \$'000
Balance at 1 January 2019	170,081	19,840	189,921
Adjustment for share of Associate's IFRS 9 impact	-	(2,625)	(2,625)
Total comprehensive income for the year	-	70,791	70,791
Contributions	-	81	81
Dividends paid	-	(7,340)	(7,340)
Balance at 31 December 2019	170,081	80,747	250,828
Balance at 1 January 2020	170,081	80,747	250,828
Total comprehensive income for the year	-	20,690	20,690
Contributions	-	27	27
Dividends paid	-	(6,116)	(6,116)
Balance at 31 December 2020	170,081	95,348	265,429

NOTES TO THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS
Note 1. Basis of presentation

The summary consolidated financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary consolidated statement of financial position, summary consolidated statement of profit or loss and summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows. These summary consolidated financial statements are derived from the audited consolidated financial statements of East Caribbean Financial Holding Company Limited and its subsidiary for the year ended 31 December 2020.

These summary consolidated financial statements have been prepared in accordance with the accounting policies set out in "Note 2" of the 31 December 2020 audited consolidated financial statements. New Accounting Standards or interpretations which became effective in this financial year have had no material impact on the Group. The areas of critical accounting estimates and judgments as disclosed in "Note 4" of the 31 December 2020 audited consolidated financial statements, have also remained unchanged.