

REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY FINANCIAL STATEMENTS

To the Shareholders of Bank of Saint Lucia Limited

Opinion

The summary financial statements, which comprise the summary statement of financial position as at 31 December 2016, the summary statement of comprehensive income, summary statement of changes in equity and summary statement of cash flows for the year then ended and related notes, are derived from the complete audited financial statements of Bank of Saint Lucia Limited for the year ended 31 December 2016.

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 1.

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 thereon.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 23 March 2017.

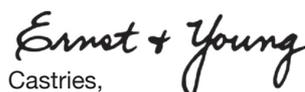
The audited financial statements and the summary financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

Responsibilities of Management for the Summary Financial Statements

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

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

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.



Castries,
ST.LUCIA
23 March 2017

SUMMARY STATEMENT OF FINANCIAL POSITION AS AT:

	Dec 31 2016 \$'000	Dec 31 2015 \$'000
Assets		
Cash, balances with Central Bank and due from banks	346,949	340,805
Investment securities	521,531	433,055
Loans and receivables	898,627	1,069,182
Property and equipment	78,773	81,986
Investment properties	6,548	8,078
Due from related parties	84,138	84,138
Other assets	85,413	64,788
Total assets	2,021,979	2,082,032
Liabilities		
Due to customers and repurchase agreements	1,817,037	1,808,322
Borrowings	93,629	67,076
Other liabilities	34,874	21,705
Total liabilities	1,945,540	1,897,103
Equity		
Share capital	198,719	198,719
Reserves	(122,280)	(13,790)
Total equity	76,439	184,929
Total liabilities and equity	2,021,979	2,082,032

Approved by the Board of Directors on 23 March 2017:



Director



Director

SUMMARY STATEMENT OF CHANGES IN EQUITY

	Share Capital \$'000	Reserves \$'000	Total \$'000
Balance at 1 January 2015	198,719	9,080	207,799
Total comprehensive loss for the year	-	(22,870)	(22,870)
Balance at 31 December 2015	198,719	(13,790)	184,929
Balance at 1 January 2016	198,719	(13,790)	184,929
Total comprehensive loss for the year	-	(108,490)	(108,490)
Balance at 31 December 2016	198,719	(122,280)	76,439

SUMMARY STATEMENT OF COMPREHENSIVE INCOME

	2016 \$'000	2015 \$'000
Net interest income	41,193	50,259
Other operating income	51,914	39,607
Impairment losses	(128,782)	(39,231)
Operating expenses	(69,285)	(68,949)
Dividends on preference shares	(291)	(291)
Loss for the year before income tax	(105,251)	(18,605)
Income tax expense	(5,726)	(1,838)
Loss for the year	(110,977)	(20,443)
Other Comprehensive income/(loss):		
Unrealised gain on available for sale investments (net of tax)	1,893	512
Re-measurement gains/(losses) on defined benefit pension plan (net of tax)	594	(2,939)
Total comprehensive loss for the year	(108,490)	(22,870)

SUMMARY STATEMENT OF CASH FLOWS

	2016 \$'000	2015 \$'000
Net cash generated from operating activities	58,969	179,493
Net cash used in investing activities	(70,963)	(101,827)
Net cash generated from/(used in) financing activities	26,553	(10,556)
Increase in cash and cash equivalents	14,559	67,110
Cash and cash equivalents at beginning of year	249,330	182,220
Cash and cash equivalents at end of year	263,889	249,330

NOTES TO THE SUMMARY FINANCIAL STATEMENTS

Note 1. Basis of presentation

The summary financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary statement of financial position, summary statement of comprehensive income, summary statement of changes in equity and summary statement of cash flows. These summary financial statements are derived from, and should be read in conjunction with the audited financial statements of Bank of Saint Lucia Limited for the year ended 31 December 2016.

These summary financial statements have been prepared in accordance with the accounting policies set out in "Note 2" of the 31 December 2016 audited financial statements consistently applied from period to period. Any new Accounting Standards or interpretations which became effective in this financial year have had no material impact on the Bank. The areas of critical accounting estimate and judgment as disclosed in "Note 4" of the 31 December 2016 audited financial statements, have also remained unchanged.