

First Citizens Depository Services Limited

Financial Statements

For the three months ended 31 December 2021

(Unaudited)

First Citizens Depository Services Limited

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First Citizens Depository Services Limited

Statement of Financial Position

(Expressed in Trinidad and Tobago dollars)

	Unaudited 31 Dec 2021 \$'000	Unaudited 31 Dec 2020 \$'000	Audited 30 Sep 2021 \$'000
Assets			
Cash and cash equivalents	276,885	273,168	427,693
Statutory deposit with Central Bank	77	77	77
Investment securities			
- Fair value through other comprehensive income	84	84	84
- Fair value through profit or loss	16,572	16,331	16,607
Other receivables and prepayments	8,460	10,829	7,759
Due from related parties	16,549	20,557	17,366
Taxation receivable	18,670	13,100	11,771
Property, plant and equipment	23,041	29,904	23,070
Intangible assets	1,961	1,526	2,149
Total assets	362,299	365,576	506,576
Liabilities			
Funds held for third party customers	13,341	9,679	161,129
Customers' deposits	844	851	852
Deferred tax liability	1,920	4,160	1,957
Other creditors & accrued expenses	5,248	3,823	4,153
Deferred income	1,249	1,661	1,426
Taxation payable	-	-	1,621
Total liabilities	22,602	20,174	171,138
Equity			
Share capital	15,000	15,000	15,000
Statutory reserve	15,000	15,000	15,000
Revaluation reserve	14,176	18,416	14,176
Retained earnings	295,521	296,986	291,262
Total equity	339,697	345,402	335,438
Total liabilities & equity	362,299	365,576	506,576

On 17 February 2022, the Board of Directors of First Citizens Depository Services Limited authorized these financial statements for issue.

 Director

 Director

The notes on page 5 are an integral part of these financial statements

First Citizens Depository Services Limited

Statement of Profit or Loss and Other Comprehensive Income (Expressed in Trinidad and Tobago dollars)

	Unaudited 3 months ended 31 Dec 2021	Unaudited 3 months ended 31 Dec 2020	Audited Year ended 30 Sep 2021
	\$'000	\$'000	\$'000
Income			
Revenue from contracts with customers	13,866	13,553	56,197
Other income	472	413	1,643
Net interest income	554	651	2,464
Unrealised (loss)/ gain of investment securities - FVPL	(70)	88	132
Total Income	14,822	14,705	60,436
Expenses			
Administrative expenses	(5,423)	(4,740)	(19,810)
Other operating expenses	(3,265)	(2,854)	(11,632)
Total expenses	(8,688)	(7,594)	(31,442)
Profit before taxation	6,134	7,111	28,994
Taxation	(2,147)	(2,489)	(10,066)
Profit for the period	3,987	4,622	18,928
Other comprehensive income:			
<i>Items that may be subsequently reclassified to profit and loss</i>			
Revaluation of financial assets net of tax	272	--	--
Loss on revaluation of building	--	--	(4,240)
Total other comprehensive income/ (loss) for the year	272	--	(4,240)
Total comprehensive income for the period	4,259	4,622	14,688

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First Citizens Depository Services Limited

Statement of Changes in Equity (Expressed in Trinidad and Tobago dollars)

	Share Capital \$'000	Statutory Reserve \$'000	Revaluation Reserve \$'000	Retained Earnings \$'000	Total \$'000
Balance at 1 October 2021	15,000	15,000	14,176	291,262	335,438
Comprehensive income					
Profit for the period	--	--	--	3,987	3,987
<u>Other comprehensive income</u>					
Exchange differences on translation	--	--	--	272	272
Total comprehensive income	--	--	--	4,259	4,259
Transaction with owners					
Dividend paid	--	--	--	--	--
Balance at 31 December 2021 (unaudited)	15,000	15,000	14,176	295,521	339,697
Balance at 1 October 2020	15,000	15,000	18,416	292,364	340,780
Comprehensive income					
Profit for the period	--	--	--	4,622	4,622
<u>Other comprehensive income</u>					
Exchange differences on translation	--	--	--	--	--
Total comprehensive income	--	--	--	4,622	4,622
Transaction with owners					
Dividend paid	--	--	--	--	--
Balance at 31 December 2020 (unaudited)	15,000	15,000	18,416	296,986	345,402
Balance at 1 October 2020	15,000	15,000	18,416	292,364	340,780
Comprehensive income					
Profit for the year	--	--	--	18,928	18,928
Other comprehensive income					
Revaluation of land and building	--	--	(4,240)	--	(4,240)
Total comprehensive income for the year	--	--	(4,240)	18,928	14,688
Transaction with owners					
Dividend paid	--	--	--	(20,030)	(20,030)
Balance at 30 September 2021 (audited)	15,000	15,000	14,176	291,262	335,438

The notes on page 5 are an integral part of these financial statements.

First Citizens Depository Services Limited

Statement of Cash Flows

(Expressed in Trinidad and Tobago dollars)

	Unaudited 3 months ended 31 Dec 2021 \$'000	Unaudited 3 months ended 31 Dec 2020 \$'000	Audited Year ended 30 Sep 2021 \$'000
Cash flows from operating activities:			
Profit before taxation	6,134	7,111	28,994
Adjustments to reconcile profit before taxation to net cash provided by operating activities:			
Capitalised interest	(71)	(79)	(289)
Unrealised loss/(gain) on investment securities - FVPL	70	(88)	(132)
Exchange differences on translation	272	--	--
Depreciation and amortisation	433	216	1,028
Cash flows from operating activities before changes in operating assets and liabilities	6,838	7,160	29,601
Changes in operating assets and liabilities:			
Net (decrease)/increase in customers' deposits	(8)	2	3
Net (increase)/decrease in other receivables and prepayments	(701)	1,708	4,778
Net decrease/(increase) in amounts due from related parties	817	(4,741)	(1,550)
Net (decrease)/increase in creditors and accrued expenses	(146,870)	(107,314)	44,234
Net taxation recovered	--	498	4,260
Taxation paid	(10,667)	(5,935)	(14,270)
Net cash (inflow)/outflow from operating activities	(150,591)	(108,622)	67,056
Cash flows from investing activities			
Purchase of property, plant and equipment and intangibles	(217)	(322)	(1,445)
Net cash outflow from investing activities	(217)	(322)	(1,445)
Cash flows from financing activities			
Dividend paid	--	--	(20,030)
Net cash outflow from financing activities	--	--	(20,030)
Net cash (outflow)/ inflow for the period	(150,808)	(108,944)	45,581
Cash and cash equivalents			
-at beginning of period	427,693	382,112	382,112
-at end of period	276,885	273,168	427,693

The notes on page 5 are an integral part of these financial statements.

First Citizens Depository Services Limited

Notes to the Financial Statements for the three months ended 31 December 2021

1. General Information

First Citizens Depository Services Limited is incorporated in Trinidad and Tobago and is licensed under the Financial Institutions Act 2008. The Company is also registered with the Trinidad and Tobago Securities and Exchange Commission. Prior to 1 March 2018, First Citizens Depository Services Limited (formerly First Citizens Asset Management Limited) offered a full range of investment management services for corporate benefit plans, mutual funds and other parties. Due to a remodeling of operations within the First Citizens Group, ("the Group") effective 1 March 2018, the Company acts as custodian and administrator to third parties and, effective 1 July 2018, provides bond paying agent services. The Company is a wholly owned subsidiary of First Citizens Bank Limited. The parent company, First Citizens Bank Limited, is incorporated in Trinidad and Tobago and is a subsidiary of First Citizens Group Financial Holdings Limited, a company owned by the Government of the Republic of Trinidad and Tobago. First Citizens Group Financial Holdings Limited has 64.43% controlling interest in First Citizens Bank Limited. The remainder of the shares is listed on the Trinidad and Tobago Stock Exchange and is publicly traded. The Company's registered office is located at #50 St Vincent Street, Port of Spain.

2. Basis of preparation

These interim financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting".

3. Significant accounting policies

The accounting policies adopted in the preparation of the interim financial statements are consistent with those followed in the preparation of the annual financial statements for the year ended 30 September 2021.

4. Related party transactions and balances

The following transactions are entered into with related parties in the normal course of business:

	Unaudited 31 Dec 2021 \$'000	Unaudited 31 Dec 2020 \$'000	Audited 30 Sep 2021 \$'000
(a) Directors and key management personnel			
Salaries and other short-term employee benefits	608	297	2,306
(b) Transactions and balances with parent			
Cash and cash equivalents	276,885	273,168	427,693
Due from/ (to) related parties	2,547	(3,184)	(5,625)
Interest income	483	573	2,179
Other operating expenses	1,448	1,448	5,790
(c) Transactions and balances with other related parties			
Due from related parties	14,002	23,741	22,991
Investment securities - FVPL	16,572	16,331	16,607
Other receivables and prepayments	2,224	2,211	2,320
Income	10,728	10,302	44,046