

SUMMARY CONSOLIDATED FINANCIAL STATEMENTS 2021

DIRECTORS: Dr. Stacey Estwick - Chairman, Mr. Bartlett Morgan - Deputy Chairman, Ms. Julie Corbin - Secretary, Mr. Glyne Harrison - Director/Group CEO, Mr. Michael Mayers, Dr. Philmore Alleyne, Mr. Mark Hope, Mr. Damien Gaskin



A subsidiary of Barbados Public Workers' Co-operative Credit Union Limited

CAPITA FINANCIAL SERVICES INC.
Summary Consolidated Statement of Financial Position
As at March 31, 2021
With comparative figures for 2020
(expressed in Barbados dollars)

	2021 \$	Restated 2020 \$
Assets		
Cash resources	18,188,956	25,554,681
Investment securities:		
FVOCI	1,667,249	1,483,164
Amortised cost	4,169,842	3,786,512
Loans and advances	275,474,898	265,770,793
Corporation tax recoverable	326,810	326,788
Due from related company	356,619	270,841
Property and equipment	8,429,136	7,197,258
Other assets	4,489,801	3,778,300
Total Assets	313,103,311	308,168,337
Liabilities and Equity		
Liabilities		
Customer deposits	267,726,826	263,623,928
Other liabilities	5,680,323	5,318,657
Due to related companies	5,622	6,004
Loans payable	11,145,960	12,282,195
Corporation tax payable	133,591	123,583
Deferred loan commitment fees	464,957	466,650
Tax on asset payable	321,612	314,378
Deferred taxation	68,074	66,052
Total Liabilities	285,546,965	282,201,447
Equity		
Share capital	10,297,059	10,297,059
Other reserves	6,695,758	6,452,392
Retained earnings	10,563,529	9,217,439
Total Equity	27,556,346	25,966,890
Total Liabilities and Equity	313,103,311	308,168,337

Approved by the Board of Directors on September 28, 2021

Dr. Philmore Alleyne - Director

Dr. Stacey Estwick - Chairman

CAPITA FINANCIAL SERVICES INC.
Summary Consolidated Statement of Changes in Equity
For the year ended March 31, 2021
With comparative figures for 2020
(expressed in Barbados dollars)

	Share capital \$	Other reserves \$	Retained earnings \$	Total \$
Balance at April 1, 2019	10,297,059	4,266,641	8,801,304	23,365,004
Adjustment on initial application of IFRS 16	-	-	13,858	13,858
Restated balance at April 1, 2019	10,297,059	4,266,641	8,815,162	23,378,862
Profit for the year	-	-	1,636,542	1,636,542
Dividend declared	-	-	(110,268)	(110,268)
Transfer to statutory reserve	-	244,218	(244,218)	-
Transfer to general reserve	-	879,779	(879,779)	-
Unrealised fair value gain on FVOCI equity investment as restated	-	1,061,754	-	1,061,754
Balance at March 31, 2020 as restated	10,297,059	6,452,392	9,217,439	25,966,890
Balance at April 1, 2020 as restated	10,297,059	6,452,392	9,217,439	25,966,890
Profit for the year	-	-	1,857,667	1,857,667
Dividend declared	-	-	(275,000)	(275,000)
Transfer to statutory reserve	-	236,577	(236,577)	-
Transfer to general reserve	-	-	-	-
Unrealised fair value gain on FVOCI equity investment	-	6,789	-	6,789
Balance at March 31, 2021	10,297,059	6,695,758	10,563,529	27,556,346

CAPITA FINANCIAL SERVICES INC.
Summary Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the year ended March 31, 2021
With comparative figures for 2020
(expressed in Barbados dollars)

	2021 \$	2020 \$
Interest income	16,890,900	16,789,568
Interest expense	(7,192,820)	(7,884,280)
Net interest income	9,698,080	8,905,288
Other income	2,777,061	2,525,541
Net interest and other income	12,475,141	11,430,829
Operating expenses		
Salaries and other staff costs	3,156,138	3,112,818
Occupancy costs	153,935	150,277
Debt impairment recovery	(132,350)	(87,381)
Expected credit losses	824,570	322,480
Receivables written off	88,175	167,054
Other operating expenses	3,441,658	3,478,049
Depreciation	2,026,405	1,639,731
Total operating expenses	9,558,531	8,783,028
Profit before levies and taxation	2,916,610	2,647,801
Tax on assets	(960,711)	(842,378)
Profit before taxation	1,955,899	1,805,423
Taxation	(98,232)	(168,881)
Profit for the year	1,857,667	1,636,542

CAPITA FINANCIAL SERVICES INC.
Summary Consolidated Statement of Profit or Loss and Other Comprehensive Income (cont.)
For the year ended March 31, 2021
With comparative figures for 2020
(expressed in Barbados dollars)

	2021 \$	Restated 2020 \$
Other comprehensive income		
Items that will never be reclassified subsequently to profit or loss:		
Unrealised fair value gain on FVOCI equity investment securities, net	6,789	1,061,754
Total comprehensive income for the year	1,864,456	2,698,296

CAPITA FINANCIAL SERVICES INC.
Summary Consolidated Statement of Cash Flows
For the year ended March 31, 2021
With comparative figures for 2020
(expressed in Barbados dollars)

	2021 \$	2020 \$
Cash flows from operating activities		
Profit before taxation	1,955,899	1,805,423
Adjustments for:		
Depreciation	2,026,405	1,639,731
Interest income	(16,890,900)	(16,789,568)
Interest expense	7,192,820	7,884,280
Debt impairment recovery	(132,350)	(87,381)
Expected credit losses	824,570	322,480
Receivables written off	88,175	167,054
(Gain) loss on sale of assets	(56,897)	19,531
	(4,992,278)	(5,038,450)
Changes in operating assets and liabilities:		
Increase in mandatory reserve deposits with Central Bank	-	(1,000,015)
Increase in loans and advances	(9,944,694)	(27,713,990)
Increase in other assets	(799,676)	(358,954)
Increase in customer deposits	3,073,442	23,262,986
Increase (decrease) in other liabilities	880,564	(377,773)
(Increase) decrease in net due to/from related companies	(86,160)	138,759
Increase in deferred loan commitment fees	7,234	66,826
Decrease in tax on asset payable	(1,693)	(77,233)
Net cash used in operations	(11,863,261)	(11,097,844)
Interest received	16,258,262	16,565,465
Interest paid	(6,244,938)	(7,901,412)
Taxes paid	(87,830)	(54,395)
Net cash used in operating activities	(1,937,767)	(2,488,186)
Cash flows from investing activities		
Disposal of other term deposits	1,670,621	6,842,972
Purchase of investment securities	(293,138)	(1,212,000)
Sale of investment securities	-	592,000
Purchase of property and equipment	(3,327,120)	(1,691,069)
Proceeds from sale of asset	279,261	145,000
Net cash (used in) from investing activities	(1,670,376)	4,676,903
Cash flows from financing activities		
Dividend paid	(275,000)	(110,268)
Payment of lease liability	(672,422)	(647,110)
Repayment of loans payable	(1,136,235)	(1,237,981)
Net cash used in financing activities	(2,083,657)	(1,995,359)
Net (decrease) increase in cash and cash equivalents for the year	(5,691,800)	193,358
Cash and cash equivalents - beginning of year	15,533,968	15,340,610
Cash and cash equivalents - end of year	9,842,168	15,533,968

1. Note to summary consolidated financial statements - basis of preparation
These summary consolidated financial statements are derived from the audited consolidated financial statements of Capita Financial Services Inc. and its subsidiary for the year ended March 31, 2021 and have been prepared in accordance with criteria developed by management.



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Independent Auditors' Report on the Summary Consolidated Financial Statements

To the Shareholder of Capita Financial Services Inc.

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at March 31, 2021, the summary consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended, and related notes, are derived from the audited consolidated financial statements of Capita Financial Services Inc. and its subsidiary ("the Group") for the year ended March 31, 2021.

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. Reading the summary consolidated financial statements and our report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and our 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 September 28, 2021. That report also included an Emphasis of Matter paragraph which indicates that the comparative information presented as at and for the year ended March 31, 2020 has been restated.

Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements on the basis described in Note 1.

Auditors' Responsibility

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."



Chartered Accountants
Bridgetown, Barbados
September 28, 2021