

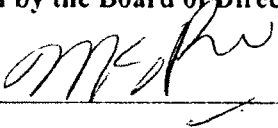
Bank of Saint Lucia International Limited

Consolidated Balance Sheet As at December 31, 2008

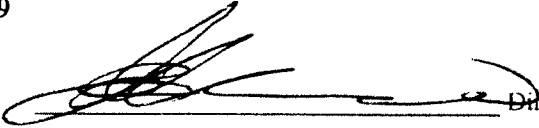
(expressed in United States dollars)

	2008 \$	2007 \$
Assets		
Cash and cash equivalents (Note 5)	57,651,660	117,469,505
Loans and advances to customers (Note 6)	11,973,330	12,728,512
Investment securities: (Note 7)		
- available for sale	14,938,233	-
- held for trading	21,235,263	20,770,363
- held-to-maturity	2,448,306	5,384,302
Property and equipment (Note 8)	158,714	172,918
Other assets (Note 9)	2,938,795	886,124
Total assets	111,344,301	157,411,724
Liabilities		
Deposits from other banks (Note 10)	117,849	114,762
Due to customers (Note 11)	92,188,773	138,236,706
Due to related party (Note 12)	10,731,346	10,172,068
Borrowings (Note 13)	2,844,309	2,943,938
Other liabilities (Note 14)	46,822	1,049,665
Total liabilities	105,929,099	152,517,139
Equity		
Share capital (Note 15)	4,000,000	4,000,000
Unrealized gain on investments	56,848	-
Reserves	499,356	-
Retained earnings	858,998	894,585
Total equity	5,415,202	4,894,585
Total liabilities and equity	111,344,301	157,411,724

Approved by the Board of Directors on May 14, 2009



Director



Director

Bank of Saint Lucia International Limited

Consolidated Statement of Income For the year ended December 31, 2008

(expressed in United States dollars)

	2008 \$	2007 \$
Interest income (Note 16)	4,631,948	6,051,275
Interest expense (Note 16)	<u>(1,793,286)</u>	<u>(3,364,981)</u>
Net interest income	2,838,662	2,686,294
Fees and commission income (Note 17)	794,052	612,774
Net foreign exchange trading (loss)/income (Note 18)	(57,832)	86,913
Operating expenses (Note 19)	<u>(2,148,151)</u>	<u>(1,828,923)</u>
Profit for the year	<u>1,426,731</u>	<u>1,557,058</u>

Bank of Saint Lucia International Limited

Consolidated Statement of Equity

For the year ended December 31, 2008

(expressed in United States dollars)

	2008 \$	2007 \$
Share capital		
At beginning and end of year (Note 15)	<u>4,000,000</u>	4,000,000
Unrealised gain on investments		
Additions during the year	<u>56,848</u>	-
Reserves		
Transfer from retained earnings	<u>499,356</u>	-
Retained earnings		
At beginning of year	894,585	(662,473)
Profit for the year	1,426,731	1,557,058
Dividends paid on ordinary shares	(962,962)	-
Transfer to reserves	<u>(499,356)</u>	-
At end of year	<u>858,998</u>	894,585
Total equity, end of year	<u>5,415,202</u>	4,894,585

Bank of Saint Lucia International Limited

Consolidated Statement of Cash Flows

For the year ended December 31, 2008

(expressed in United States dollars)

	2008	2007
	\$	\$
Cash flows from operating activities		
Profit for the year	1,426,731	1,557,058
Adjustments for:		
Depreciation (Note 8 and Note 19)	63,799	62,123
Loss on disposal of fixed assets	-	545
Interest income (Note 16)	(4,631,948)	(6,051,275)
Interest expense (Note 16)	1,793,286	3,364,981
	<hr/>	<hr/>
Cash flows from changes in operating assets and liabilities	(1,348,132)	(1,066,568)
Increase in other assets	(2,052,671)	(555,489)
Decrease/(increase) in loans and advances to customers	755,182	(11,932,276)
(Decrease)/increase in due to customers	(46,659,075)	41,276,065
Increase/(decrease) in deposits from other banks	3,087	(2,588)
(Decrease)/increase in other liabilities	(1,002,843)	345,717
	<hr/>	<hr/>
Net cash (used in)/generated from operations	(50,304,452)	28,064,861
Interest paid	(1,182,144)	(2,855,157)
Interest received	3,884,086	5,552,102
	<hr/>	<hr/>
Net cash (used in)/generated from operating activities	(47,602,510)	30,761,806
	<hr/>	<hr/>
Cash flows from investing activities		
Purchase of held for trading investments	(5,173,545)	(20,770,363)
Purchase of held to maturity investments	(851,543)	(2,659,098)
Purchase of available for sale investment	(14,881,385)	-
Proceeds on disposal of held for trading investments	4,708,645	-
Proceeds on disposal of held to maturity investments	4,535,401	3,143,481
Proceeds of disposal of property, plant and equipment	-	852
Purchase of property and equipment (Note 8)	(49,595)	(107,961)
	<hr/>	<hr/>
Net cash used in investing activities	(11,712,022)	(20,393,089)
	<hr/>	<hr/>
Cash flows from financing activities		
(Repayment)/proceeds from borrowings, net	(99,629)	2,943,938
Increase in due to related party	559,278	9,700,000
Dividend paid	(962,962)	-
	<hr/>	<hr/>
Net cash (used in)/generated from financing activities	(503,313)	12,643,938
	<hr/>	<hr/>
(Decrease)/increase in cash and cash equivalents	(59,817,845)	23,012,655
Cash and cash equivalents, beginning of year	117,469,505	94,456,850
	<hr/>	<hr/>
Cash and cash equivalents, end of year (Note 5)	57,651,660	117,469,505
	<hr/>	<hr/>