

For 6 Months ended September 30, 2005

Chairman's Report

I am pleased to report that the RBTT Group achieved pre-tax earnings of US \$88 million and profit attributable to shareholders of US \$72 million for the 6 month period ended September 30, 2005. This is 42% and 38% respectively higher than in the prior year.

I remind shareholders that Group earnings in the second fiscal quarter last year were adversely affected by the occurrence of Hurricane Ivan and its negative impact on some regional economies, particularly Grenada. This necessitated exceptional charges which on a net basis after tax and minority interest amounted to US \$11 million. In the current period, we have made an additional impairment charge of US \$4 million to recognize the further loss that could result from the recent debt restructure proposal of the Government of Grenada. If the after tax earnings of both the current and prior year periods are adjusted to exclude these charges, the profit attributable to shareholders would have been US \$63 million in 2004 and US \$74 million in 2005, representing growth of 17% which is consistent with our expectations.

Group assets grew strongly by 12% or US \$751 million with loans increasing US \$305 million and investment securities US \$374 million. This organic growth in our earning assets was reflected in all our markets, with the largest increases gained in the Netherlands Antilles and Trinidad and Tobago.

Our Group Companies remain focused on executing their business objectives, and with the strong growth trend in evidence in the first half-year, we expect earnings to continue to improve over the balance of the fiscal period.

Peter J. July
Group Chairman

RBTT FINANCIAL HOLDINGS LIMITED
CONSOLIDATED BALANCE SHEET

Expressed in US Dollars	UNAUDITED As at 30.09.05 (\$'000)	UNAUDITED As at 30.09.04 (\$'000)	AUDITED As at 31.03.05 (\$'000)
A S S E T S			
Cash on hand and due from banks	662,084	464,236	588,326
Balances with central banks	309,581	284,195	258,184
Loans and advances to customers	3,034,343	2,392,755	2,728,948
Originated securities	293,751	293,563	320,686
Investment securities	2,047,231	1,503,081	1,673,666
Investments in associate companies and joint venture	30,756	121,166	29,267
Due from associate companies	7,919	16,216	2,603
Other assets	588,409	632,462	621,832
TOTAL ASSETS	<u>6,974,074</u>	<u>5,707,674</u>	<u>6,223,512</u>
LIABILITIES			
Due to banks	355,525	260,907	378,893
Customers' deposits and other interest bearing liabilities	5,222,764	4,498,181	4,601,858
Other liabilities	704,020	412,849	560,741
TOTAL LIABILITIES	<u>6,282,309</u>	<u>5,171,937</u>	<u>5,541,492</u>
NET ASSETS			
Minority interest	7,115	6,029	8,501
Shareholders' Equity			
Share capital	138,624	135,658	136,167
Statutory reserves	61,909	54,993	58,767
Other reserves	86,482	29,540	102,160
Retained earnings	397,635	309,517	376,425
Total Shareholders' Equity	<u>684,650</u>	<u>529,708</u>	<u>673,519</u>
TOTAL EQUITY	<u>691,765</u>	<u>535,737</u>	<u>682,020</u>

RBTT FINANCIAL HOLDINGS LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT

Expressed in US Dollars	UNAUDITED 6 Months Ended 30.09.05 (\$'000)	UNAUDITED 6 Months Ended 30.09.04 (\$'000)	AUDITED Year Ended 31.03.05 (\$'000)
Net interest income	144,312	124,586	260,387
Other income	94,703	65,539	188,075
Total Net Income	239,015	190,125	448,462
Non-interest expenses	(151,678)	(130,417)	(279,588)
Operating Profit	87,337	59,708	168,874
Share of profits of associate companies and joint venture before tax	596	2,048	10,887
Profit before Taxation	87,933	61,756	179,761
Taxation	(16,371)	(10,511)	(29,848)
Profit after Taxation	71,562	51,245	149,913
Minority Interest	735	976	(1,468)
Profit Attributable to Shareholders	72,297	52,221	148,445

RBTT FINANCIAL HOLDINGS LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN CASH RESOURCES

Expressed in US Dollars	UNAUDITED 6 Months Ended 30.09.05 (\$'000)	UNAUDITED 6 Months Ended 30.09.04 (\$'000)
Operating Activities		
Profit before taxation	87,933	61,756
Adjustments for non cash items	3,693	36,985
Operating Profit Before Changes In Operating Assets and Liabilities	<u>91,626</u>	<u>98,741</u>
Increase in operating assets	(336,573)	(275,600)
Increase in operating liabilities	729,443	182,948
Corporation taxes paid	(13,759)	(7,164)
Cash Provided by / (Used In) Operating Activities	<u>470,737</u>	<u>(1,075)</u>
Investing Activities		
Investment in subsidiary, associate companies and joint venture	(925)	(25,527)
Net increase in investments and originated securities	(356,680)	(185,063)
Additions to premises and equipment	(11,398)	(12,199)
Proceeds from sale of premises & equipment	1,137	276
Cash Used In Investing Activities	<u>(367,866)</u>	<u>(222,513)</u>
Financing Activities		
Issue of shares	1,185	2,811
Net (decrease) / increase in other borrowed funds	(18,290)	145,385
Net increase in debt securities in issue	31,146	-
Dividends paid	(42,541)	(33,632)
Dividends paid to minority interests	(613)	(571)
Cash (Used In) / Provided by Financing Activities	<u>(29,113)</u>	<u>113,993</u>
Net Increase / (Decrease) In Cash Resources	73,758	(109,595)
Cash Resources at Beginning of Year	<u>588,326</u>	<u>573,831</u>
Cash Resources at End of Period	<u><u>662,084</u></u>	<u><u>464,236</u></u>

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Expressed in US Dollars	Notes	Share Capital (\$'000)	Statutory Reserves (\$'000)	Other Reserves (\$'000)	Retained Earnings (\$'000)	Total Shareholders' Equity (\$'000)
Six months ended 30 September 2005						
Balance at beginning of year		136,167	58,767	102,160	376,425	673,519
Currency translation differences				(2,859)	1	(2,858)
Profit attributable to shareholders					72,297	72,297
Investment securities						
- Losses from changes in fair value				(14,685)		(14,685)
- Gains transferred to net profit				(3,539)		(3,539)
Transfer to statutory reserves			3,142		(3,142)	-
Transfer to general banking risks reserve				1,351	(1,351)	-
Employee share options						-
- Value of services provided	2	1,272				1,272
- Proceeds from shares issued	3	1,185				1,185
Other reserve movements				4,054	(4,054)	-
Dividends					(42,541)	(42,541)
Balance at end of period		138,624	61,909	86,482	397,635	684,650

Six months ended 30 September 2004

Balance at beginning of year		132,847	52,740	22,595	292,176	500,358
- Effect of adopting IFRS 3, IAS 36(revised) & IAS 38 (revised)					2,401	2,401
- As adjusted		132,847	52,740	22,595	294,577	502,759
Currency translation differences			1	(446)	51	(394)
Profit attributable to shareholders					52,221	52,221
Investment securities						
- Gains from changes in fair value				7,278		7,278
- Gains transferred to net profit				(1,275)		(1,275)
Transfer to statutory reserves			2,252		(2,252)	-
Transfer to general banking risks reserve				1,367	(1,367)	-
Issue of shares		2,811				2,811
Surplus arising on revaluation of property				(11)		(11)
Other reserve movements				32	(81)	(49)
Dividends					(33,632)	(33,632)
Balance at end of period		135,658	54,993	29,540	309,517	529,708

Year ended 31 March 2005

Balance at beginning of year		132,847	52,740	22,595	292,176	500,358
- Effect of adopting IFRS 3, IAS 36(revised) & IAS 38 (revised)					2,401	2,401
- As adjusted		132,847	52,740	22,595	294,577	502,759
Currency translation differences			1	3,370	336	3,707
Profit attributable to shareholders					148,445	148,445
Investment securities						
- Gains from changes in fair value				87,526		87,526
- Gains transferred to net profit				(2,065)		(2,065)
Disposal of investment in associate company				(16,234)	715	(15,519)
Transfer to statutory reserves			6,026		(6,026)	-
Transfer to general banking risks reserve				5,731	(5,731)	-
Issue of shares		3,320				3,320
Surplus arising on revaluation of property				1,164		1,164
Other reserve movements				73	364	437
Dividends					(56,255)	(56,255)
Balance at end of year		136,167	58,767	102,160	376,425	673,519

NOTES TO FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

The accounting policies used in the preparation of these financial statements are consistent with those used in the annual financial statements for the year ended March 31, 2005 other than for the adoption of the standard outlined below.

2. ADOPTION OF INTERNATIONAL FINANCIAL REPORTING STANDARD (IFRS)

The Group adopted IFRS 2 - Share-based Payment effective April 01, 2005 which requires the recognition of an expense for share options granted on or after November 07, 2002 that were not yet vested at the date of adoption.

3. SHARE CAPITAL

The share capital increased by USD \$ 1,185,478 as a result of cash received on the issue of 437,931 shares under the Group's Share Option Plan. Consequently the total number of shares issued and outstanding increased to 343,290,828 as at September 30 2005.

4. SEGMENT INFORMATION

For the six months ended	Total Revenue		Operating profit	
	30.09.05 \$'000	30.09.04 \$'000	30.09.05 \$'000	30.09.04 \$'000
Trinidad and Tobago	166,429	127,008	53,263	30,488
Other Caribbean Territories	170,617	146,058	34,074	29,221
	<u>337,046</u>	<u>273,066</u>	<u>87,337</u>	<u>59,708</u>