



FINANCIAL GROUP

CHAIRMAN'S REPORT

I am pleased to report that the Group has achieved another quarter of profitable growth. For the first quarter of the current financial year the Group recorded after-tax profits attributable to shareholders of US\$35 million, an increase of 6.5% over the comparable quarter of the previous year. Diluted earnings per share for the period increased by 6.8% to US 10 cents.

Total assets increased by US\$67 million over the quarter, with loans and advances increasing by US\$84 million, partially offset by a decline in the investment securities portfolio of US\$18 million. Credit quality remained solid, with non-performing assets as a percentage of total assets improving from 2.2% to 1.9%.

The Group continues to reposition its balance sheet to take advantage of the shifting interest rate environment, and our earnings momentum is expected to increase in the ensuing quarters as a result of a healthy investment banking deal pipeline, and the consistent growth in loans and advances evident in the current and previous two quarters.

Peter J. July
Group Chairman

RBTT FINANCIAL HOLDINGS LIMITED
CONSOLIDATED BALANCE SHEET

	UNAUDITED As at 30.06.06 (\$'000)	UNAUDITED As at 30.06.05 (\$'000)	AUDITED As at 31.03.06 (\$'000)
Expressed in US Dollars			
A S S E T S			
Cash on hand and due from banks	623,585	751,174	652,190
Balances with central banks	293,490	251,316	286,032
Loans and advances to customers	3,217,716	2,889,379	3,133,634
Investment securities	2,105,386	2,134,093	2,123,674
Investments in associate companies and joint venture	34,350	30,781	33,000
Due from associate companies	4,156	-	-
Other assets	340,053	311,327	323,156
TOTAL ASSETS	<u>6,618,736</u>	<u>6,368,070</u>	<u>6,551,686</u>
LIABILITIES			
Due to banks and associate companies	248,770	270,465	270,468
Customers' deposits and other interest bearing liabilities	5,479,547	5,050,116	5,321,003
Other liabilities	228,689	376,814	298,997
TOTAL LIABILITIES	<u>5,957,006</u>	<u>5,697,395</u>	<u>5,890,468</u>
NET ASSETS	<u>661,730</u>	<u>670,675</u>	<u>661,218</u>
Shareholders' Equity			
Share capital	139,445	137,153	138,993
Statutory reserves	67,016	60,120	65,492
Other reserves	20,021	104,331	18,945
Retained earnings	429,538	360,783	432,035
Total Shareholders' Equity	<u>656,020</u>	<u>662,387</u>	<u>655,465</u>
Minority interest	5,710	8,288	5,753
TOTAL EQUITY	<u>661,730</u>	<u>670,675</u>	<u>661,218</u>

RBTT FINANCIAL HOLDINGS LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT

Expressed in US Dollars	UNAUDITED 3 Months Ended 30.06.06 (\$'000)	UNAUDITED 3 Months Ended 30.06.05 (\$'000)	AUDITED Year Ended 31.03.06 (\$'000)
Net interest income	71,042	69,199	289,261
Other income	38,844	43,260	199,093
Total Net Income	109,886	112,459	488,354
Provision for credit losses net of recoveries	2,876	(4,165)	(25,304)
Non-interest expenses	(68,746)	(66,502)	(283,143)
Operating Profit	44,016	41,792	179,907
Share of profits of associate companies and joint venture before tax	497	254	2,940
Profit before Taxation	44,513	42,046	182,847
Taxation	(9,576)	(8,781)	(35,560)
Profit after Taxation	34,937	33,265	147,287
Attributable to:			
Shareholders of the company	35,005	32,880	148,430
Minority Interest	(68)	385	(1,143)
	34,937	33,265	147,287
Earnings per share for the period			
- Basic	\$0.10	\$0.10	\$0.43
- Diluted	\$0.10	\$0.09	\$0.43

RBTT FINANCIAL HOLDINGS LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN CASH RESOURCES

Expressed in US Dollars	UNAUDITED 3 Months Ended 30.06.06 (\$'000)	UNAUDITED 3 Months Ended 30.06.05 (\$'000)
Operating Activities		
Profit before taxation	44,513	42,046
Adjustments for non-cash items	6,086	(3,682)
Operating Profit Before Changes In Operating Assets and Liabilities	50,599	38,364
Increase in operating assets	(115,311)	(109,193)
Increase in operating liabilities	58,789	304,612
Corporation taxes paid	(7,323)	(9,094)
Cash (Used in) / Provided by Operating Activities	(13,246)	224,689
Investing Activities		
Investment in subsidiary, associate companies and joint venture	(906)	(1,304)
Dividends received from associate companies and joint venture	12	-
Net decrease / (increase) in investments	20,061	(104,838)
Additions to premises and equipment	(10,605)	(4,934)
Proceeds from sale of premises & equipment	537	776
Cash Provided by / (Used In) Investing Activities	9,099	(110,300)
Financing Activities		
Issue of shares	131	729
Net increase in other borrowed funds	7,610	61,292
Net increase in debt securities in issue	3,721	30,128
Dividends paid	(35,920)	(42,499)
Dividends paid to minority interests	-	(614)
Cash (Used in) / Provided by Financing Activities	(24,458)	49,036
Net (Decrease) / Increase In Cash on Hand and Due from Banks	(28,605)	163,425
Balance at Beginning of Year	652,190	587,749
Balance at End of Period	623,585	751,174

RBTT FINANCIAL HOLDINGS LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Expressed in US Dollars	Share Capital (\$'000)	Statutory Reserves (\$'000)	Other Reserves (\$'000)	Retained Earnings (\$'000)	Total Shareholders' Equity (\$'000)	Minority Interest (\$'000)	Total Equity (\$'000)
Three months ended 30 June 2005							
Balance at beginning of year	136,033	58,709	102,060	376,056	672,858	8,493	681,351
Currency translation differences	-	(1)	(271)	(1)	(273)	-	(273)
Profit after taxation	-	-	-	32,880	32,880	385	33,265
Investment securities							
- (Losses) / Gains from changes in fair value	-	-	(109)	-	(109)	24	(85)
- Gains transferred to net profit	-	-	(1,590)	-	(1,590)	-	(1,590)
Transfer to statutory reserves	-	1,412	-	(1,412)	-	-	-
Transfer to general banking risks reserve	-	-	4,241	(4,241)	-	-	-
Employee share options							
- Value of services provided	391	-	-	-	391	-	391
- Proceeds from shares issued	729	-	-	-	729	-	729
Dividends	-	-	-	(42,499)	(42,499)	(614)	(43,113)
Balance at end of period	137,153	60,120	104,331	360,783	662,387	8,288	670,675
Three months ended 30 June 2006							
Balance at beginning of year	138,993	65,492	18,945	432,035	655,465	5,753	661,218
Currency translation differences	-	(24)	(270)	1	(293)	25	(268)
Profit after taxation	-	-	-	35,005	35,005	(68)	34,937
Investment securities							
- Gains from changes in fair value	-	-	1,464	-	1,464	-	1,464
- Gains transferred to net profit	-	-	(153)	-	(153)	-	(153)
Transfer to statutory reserves	-	1,548	-	(1,548)	-	-	-
Transfer to general banking risks reserve	-	-	35	(35)	-	-	-
Employee share options							
- Value of services provided	321	-	-	-	321	-	321
- Proceeds from shares issued	131	-	-	-	131	-	131
Dividends	-	-	-	(35,920)	(35,920)	-	(35,920)
Balance at end of period	139,445	67,016	20,021	429,538	656,020	5,710	661,730
Year ended 31 March 2006							
Balance at beginning of year as restated	136,034	58,709	116,681	374,934	686,358	8,492	694,850
Currency translation differences	-	53	(8,451)	-	(8,398)	3	(8,395)
Effects of changes in tax rate	-	-	1,533	-	1,533	-	1,533
Profit after taxation	-	-	-	148,430	148,430	(1,143)	147,287
Investment securities							
- Losses from changes in fair value	-	-	(92,639)	-	(92,639)	(62)	(92,701)
- Gains transferred to net profit	-	-	(8,611)	-	(8,611)	-	(8,611)
Transfer to statutory reserves	-	6,730	-	(6,730)	-	-	-
Transfer to general banking risks reserve	-	-	5,457	(5,457)	-	-	-
Employee share options							
- Value of services provided	1,405	-	-	-	1,405	-	1,405
- Proceeds from shares issued	1,554	-	-	-	1,554	-	1,554
Other reserve movements	-	-	4,975	(6,255)	(1,280)	(925)	(2,205)
Dividends	-	-	-	(72,887)	(72,887)	(612)	(73,499)
Balance at end of year	138,993	65,492	18,945	432,035	655,465	5,753	661,218

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 audited financial statements for the year ended 31 March 2006.

2. SHARE CAPITAL

The share capital increased by USD \$ 452,000 as a result of cash received on the issue of 54,928 shares and the recognition of the fair value of options granted under the Group's Share Option Plan.

Consequently the total number of shares issued and outstanding increased to 343,519,519 as at 30 June 2006.

3. SEGMENT INFORMATION

Expressed in US Dollars

For the three months ended	Total Net Income		Operating Profit	
	30.6.06 \$'000	30.6.05 \$'000	30.6.06 \$'000	30.6.05 \$'000
Trinidad and Tobago	53,292	61,858	25,651	24,658
Other Caribbean Territories	56,594	50,601	18,365	17,134
	109,886	112,459	44,016	41,792