



REPORT OF THE INDEPENDENT AUDITOR
 TO THE BOARD OF DIRECTORS AND SHAREHOLDERS OF
 NATIONAL BANK OF BELIZE LIMITED

We have audited the accompanying financial statements of National Bank of Belize Limited which comprise of the statement of financial position as at 31st August 2016 and the statement of comprehensive income, statements of changes in equity and cash flows for the year then ended, and summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of National Bank of Belize Limited as at 31st August 2016 and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards.

In our opinion, the financial statements present fairly, in all material respects, the financial position of National Bank of Belize Limited as at 31st August 2016 and of its financial performance and cash flows for the year then ended in accordance with the Domestic Banks and Financial Institutions Act (2012) as specified in notes 1 and 2 of these financial statements.

Baker Tilly Hulse
 Chartered Accountant
 16th December 2016

Belize City,
 Belize, C.A.

NATIONAL BANK OF BELIZE LIMITED
 STATEMENT OF FINANCIAL POSITION
 31ST AUGUST 2016

All amounts expressed in Belize Dollars

	Notes	2016	2015 restated
Assets:			
Cash and cash equivalents	2, 3	13,826,943	9,350,825
Loans and advances	2, 4	37,040,390	28,846,175
Less: specific loan loss reserve	2, 4	(4,614,835)	(879,910)
Other assets	2, 5	278,149	436,575
Bank premises and equipment	2, 6	2,836,127	2,662,522
Total assets		49,366,774	40,416,187
Liabilities:			
Customer deposits	2, 7	23,125,187	8,343,103
Other liabilities	2, 8	681,544	742,982
Total liabilities		23,806,731	9,086,085
NET ASSETS		25,560,042	31,330,102
Shareholders' equity (page 5):			
Share capital	2	35,025,000	35,025,000
General loan loss reserve	2	280,707	269,624
Accumulated losses	2	(9,745,665)	(3,964,522)
SHAREHOLDERS' EQUITY		25,560,042	31,330,102

Approved on behalf of the Board
 Director
 Director
 Dated: 29 DECEMBER 2016

NATIONAL BANK OF BELIZE LIMITED
 STATEMENT OF COMPREHENSIVE INCOME
 YEAR ENDED 31ST AUGUST 2016

All amounts expressed in Belize Dollars

	Notes	2016	2015 restated
Interest income	2, 9	1,949,129	1,376,335
Interest expense	2, 10	(322,717)	(88,687)
Net interest income		1,626,412	1,287,648
Fees, commission and other income	2, 11	230,833	341,135
Gain on disposal of asset		337	-
OPERATING INCOME		1,857,582	1,628,783
Provision for credit losses	2, 12	(3,734,926)	(720,819)
Personnel expense	2, 13	(1,922,920)	(1,537,380)
Other operating expenses	2, 14	(1,691,165)	(1,256,127)
NET (LOSS) BEFORE TAXATION		(5,491,429)	(1,885,543)
LESS: BUSINESS TAX	2, 15	(278,631)	(244,353)
NET (LOSS) AFTER TAXATION		(5,770,060)	(2,129,897)