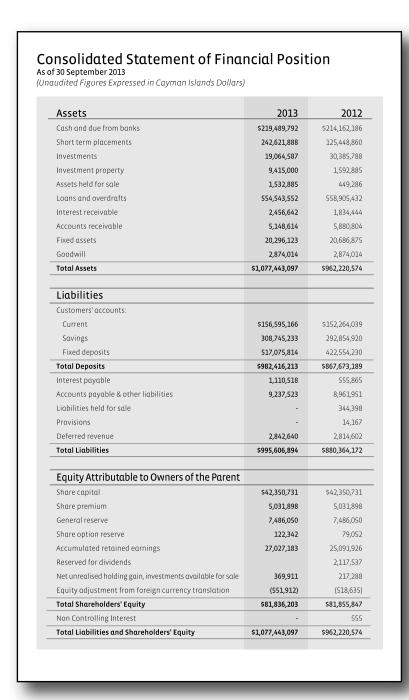
Fourth Quarter Report





he 12 month period ending 30 September 2013 udited Figures Expressed in Cayman Islands Dollars)		
Interest	2013	201
Interest income	\$26,585,353	\$27,759,31
Interest expense Net Interest Income	3,418,060 \$23,167,293	2,661,62 \$25,097,68
Net Interest income	\$25,107,295	\$25,097,00
Other Income		
Banking fees and commissions	\$10,615,912	\$9,497,51
Trust and company management fees	7,511,006	6,911,06
Foreign exchange fees and commissions	5,789,024	5,883,42
Brokerage commissions and fees	1,724,389	1,919,17
Rental income	220,421	
Realised gains on available-for-sale securities	-	85,84
Gain/(Loss) on sale of fixed assets	21,126	(285,67)
Impairment of assets held for sale Impairment of fixed assets	_	(1,468,428
Gain on reclassification of investment property	1,146,176	(302,20
Gain on sale of investment property	-	965.41
Gain on sale of investments Visa shares	-	1,686,68
Impairment loss on investment available-for-sale	-	(555,558
Total Other Income	\$27,028,054	\$24,057,16
Total Income	\$50,195,347	\$49,154,85
Typonese		
Expenses Personnel	\$24,601,962	\$25,004,82
Other operating expenses	14,353,844	13,174,60
Increase in reserve for loan losses	1,207,158	2,475,03
Premises	3,685,595	3,742,81
Depreciation	2,268,823	2,647,09
Goodwill impairment charge	-	30,60
Total Expenses	\$46,117,382	\$47,074,98
Net Income before Taxation	\$4,077,965	\$2,079,86
Taxation	(25,726)	(24,81)
Net Income	\$4,052,239	\$2,055,05
Net Income Attributable to: Equity Holders of the Parent	\$4,052,794	\$3,002,03
Non Controlling Interest	(555)	(946,98)
The state of the s	\$4,052,239	\$2,055,05
Other Comprehensive Income		
Net realised impairment of available-for-sale investments	\$-	\$555,55
Change in unrealised appreciation	152,623	1,024,06
Net reclassification adjustment for realised net gains	152 622	(1,772,52
Net gain/(loss) on available for sale investments	152,623	(192,89)
Foreign currency translation differences Total Other Comprehensive Income	(33,277) \$119,346	225,15 \$32,26
Total Comprehensive Income for the Year	\$4,171,585	\$2,087,31
Key Performance Ratios	30-Sep-13	30-Sep-1
Earnings Per Share	\$0.10	\$0.0
Price Earnings Ratio	20.90	32.8
Return on Assets	0.40%	0.309
Return on Equity Book Value per Share	4.95%	3.649
	\$1.93	\$1.93

Fourth Quarter Ending 30 September 2013

Cayman National Corporation Ltd. is pleased to announce its results for the financial year to 30 September 2013. Net Income Attributable to the Company was CI\$4,052,794 which represents a 35% increase on the result achieved last year for a similar period.

In the context of the economic conditions that prevail in our main areas of operation we consider this performance to be sound and a reflection of our conservative approach to the longer-term strategy for our business. With international interest rates in general remaining at historically low levels our Net Interest earnings remain suppressed and down 8% on a year ago but this has been offset by an improvement in our other income streams where we achieved a 12% growth.

Expense control remains an area of careful focus and our Total Expenses declined by 2% when compared with 2012.

Our balance sheet remains strong with Total Assets in excess of CI\$1 Billion. Shareholder Equity is also healthy at over CI\$80,000,000.

We are also pleased to report good growth in total deposits where the position increased by 13% on a year ago at a time when many financial groups are seeing significant reductions in their deposits book.

An Interim Dividend of 5 cents per share was paid to shareholders in September and the final dividend will be considered by shareholders at the AGM which is scheduled to be held in March. The recommendation of the Board of Directors for the final dividend will be put to shareholders in the AGM notices but our objective is to continue to maintain a sensible flow of dividend payment to our shareholders.

As we enter our 40th year of operation we do so with confidence in our future. The last few years have been challenging for the financial sector and we are pleased that our strength and stability has enabled us to position the business for continued prosperity.

We again take this opportunity to acknowledge our hard working staff for their contribution to our success coupled with thanks to our clients and customers for their support and also our shareholders for their continued confidence and loyalty.

Hon. Truman M. Bodden

From Saller

Chairman of the Board of Directors Cayman National Corporation Ltd. Stuart J. Dack

President and Chief Executive Cayman National Corporation Ltd.