



**CAYMAN  
NATIONAL**

## Consolidated Statement of Financial Position

September 30, 2019 | (Unaudited Figures Expressed in Cayman Islands Dollars)

Assets	Sept 30 2019	Sept 30 2018
Cash and cash equivalents	104,608,784	71,958,303
Short term placements (less than 3 months)	113,312,900	188,914,511
Placements (over 3 months)	270,449,703	251,220,576
Investments	167,590,376	148,198,080
Investment Property	60,000	910,950
Loans and overdrafts	750,401,388	746,878,779
Interest Receivable - Investments and Placements	3,288,057	2,917,869
Accounts Receivable	6,230,416	27,909,026
Fixed Assets	23,858,930	23,859,949
Goodwill	0	213,875
Intangibles	26,541	42,000
<b>Total Assets</b>	<b>1,439,827,095</b>	<b>1,463,023,918</b>
<b>Liabilities</b>		
Customers' accounts:		
Current	352,028,141	319,312,843
Savings	323,698,136	352,804,814
Fixed Deposits	611,126,474	634,003,128
	1,286,852,751	1,306,120,785
Interest Payable	3,872,135	3,170,278
Accounts Payable & other liabilities	11,745,916	36,144,825
Deferred revenue	371,636	156,059
Taxation	45,076	42,212
<b>Total Liabilities</b>	<b>1,302,887,514</b>	<b>1,345,634,159</b>
<b>Equity Attributable to Owners of the Parent</b>		
Share capital	42,347,311	42,347,311
Share premium	5,035,318	5,035,318
General reserve	7,486,050	7,486,050
Accumulated retained earnings	85,199,650	64,674,338
Retained Earnings adjustment IFRS 9	(861,254)	0
Net unrealized holding gain, investments available for sale	0	(435,459)
Equity adjustment from foreign currency translation	(2,267,494)	(1,717,799)
<b>Total Shareholders' Equity</b>	<b>136,939,581</b>	<b>117,389,759</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>1,439,827,095</b>	<b>1,463,023,918</b>

Cayman National Corporation Ltd. is pleased to announce its results for the financial year to 30 September 2019. Total Comprehensive Income for the year was C\$24,062,456, which is a 10% increase on the same period last year. This is a record result for the company.

Total Income for the financial year was up by 10% on a year ago at C\$84,771,950, with Total Expenses up by a similar percentage to C\$59,128,702. Increases in interest rates have helped strengthen the results and we have continued to increase our lending book modestly whilst still continuing with our conservative lending policies.

The company's Balance Sheet continues to be very robust with Total Assets of more than C\$1.4 billion. Shareholders' Equity is up by 17% on a year ago at over C\$136 million.

The year has been an exciting one for us. As we marked the 45th anniversary of our operations, we also went through a significant change in our ownership when an overwhelming majority of our shareholders accepted the offer from the Republic Group to acquire nearly 75% of our issued shares. The offer was oversubscribed and most shareholders still hold a reduced number of shares today. Cayman National remains a public company with our shares listed and traded on the Cayman Islands Stock Exchange.

As we are now part of the Republic Group, we enjoy all the merits of being part of a larger financial group whilst still retaining our local identity and culture.

In recognizing the strength of the business and our results, the Board of Directors has been pleased to approve an Interim Dividend payment of 6 cents per share. The Interim Dividend will be paid to shareholders of record as at December 18 2019 on December 23 2019.

A final dividend is normally paid annually in March, following consideration of the matter by shareholders at the Annual General Meeting due to be held in that month. Based on the current level of performance, the Board of Directors expects to recommend a final dividend at a similar level to the interim dividend.

## Consolidated Statement of Comprehensive Income

September 30, 2019 | (Unaudited Figures Expressed in Cayman Islands Dollars)

Interest	Sept 30 2019	Sept 30 2018
Interest Income	61,579,730	53,777,093
Interest Expense	10,053,315	6,819,823
<b>Net Interest Income</b>	<b>51,526,415</b>	<b>46,957,270</b>
<b>Other Income</b>		
Banking fees and commissions	18,590,410	16,926,082
Trust and company management fees	2,958,068	2,985,921
Foreign exchange fees and commissions	8,360,086	8,096,203
Brokerage commissions and fees	3,309,471	1,814,735
Rental Income	0	147,655
Gain on sale of investment property	0	220,986
Loss on sale of investment available-for-sale	(1,157)	(42,009)
Gain on sale of fixed assets	28,657	5,434
<b>Total Other Income</b>	<b>33,245,535</b>	<b>30,155,007</b>
<b>Total Income</b>	<b>84,771,950</b>	<b>77,112,277</b>
<b>Expenses</b>		
Personnel	29,972,197	26,489,767
Other operating expenses	21,821,427	18,753,920
Increase in loan impairment provision	1,551,169	2,855,256
Premises	2,912,542	2,933,665
Depreciation	2,642,491	2,604,786
Goodwill Impairment charge	228,876	254,080
<b>Total Expenses</b>	<b>59,128,702</b>	<b>53,891,474</b>
<b>Net Income before Discontinued Operations</b>	<b>25,643,248</b>	<b>23,220,803</b>
<b>Taxation</b>	<b>(36,000)</b>	<b>(34,460)</b>
<b>Net Income from continuing operations</b>	<b>25,607,248</b>	<b>23,186,343</b>
<b>Net Loss from Discontinued Operations</b>	<b>(995,097)</b>	<b>(864,128)</b>
<b>Net Income</b>	<b>24,612,151</b>	<b>22,322,215</b>
<b>Other Comprehensive Income</b>		
Change in unrealised appreciation	0	(443,442)
Net loss on available-for-sale investments	0	42,009
Foreign currency translation differences	(549,695)	(177,006)
Total Other Comprehensive Income	(549,695)	(578,439)
<b>Total Comprehensive Income For The Year</b>	<b>24,062,456</b>	<b>21,743,776</b>
<b>Key Performance Ratios</b>		
Earnings Per Share	\$0.58	\$0.54
Price Earnings Ratio	5.38	8.47
Return on Assets	1.70%	1.57%
Return on Equity	19.35%	20.98%
Book Value Per Share	\$3.23	\$2.79
Share price Sept 30 2019	\$3.13	\$4.58
Dividend Yield per share	1.92%	3.49%

As mentioned, this last year has been an exciting and eventful one for us, and we are pleased to report record results for the company during a time of change. Change always brings some uncertainty and I gratefully acknowledge the loyalty and commitment of our staff during the year. We have a very promising future and will strive to capitalize on the all opportunities that are ahead.

We also take this opportunity to thank our customers and shareholders – thank you for your continued support and loyalty.

**Stuart J. Dack** | President & Chief Executive, Cayman National Corporation Ltd.