



Chairman's Review

Summary Financial Statements for the six months ended March 31, 2024

Grenada Co-operative Bank Limited is pleased to announce an unaudited net profit of \$16.8 million compared to \$10 million for the same period last year.

This improved result is attributable to increases across several revenue streams particularly the Investment portfolio. This performance also reflects the projected enhanced value creation from the CIBC First Caribbean (Grenada) Business acquisition.

Furthermore, the Bank's assets have witnessed significant expansion, increasing from \$2.22 billion to \$2.50 billion over the reporting period. This growth is evidence of the Bank's strategic investments and continued consumer confidence. Notably, investment securities, loans & advances to customers, coupled with other assets have all experienced notable growth resulting in a total asset increase of \$273.1 million.

The Bank's performance reflects the strength in the local economy and that of the international markets despite persistent inflationary pressures.

Looking ahead, we maintain a cautiously optimistic outlook. While uncertainties and risks persist, the board of directors and management remain confident that the Bank's strong position in the market, along with its ability to continue to execute on its strategic initiatives positions us for continued growth and resilience in the short to medium term.


Darryl Brathwaite
Chairman

STATEMENT OF FINANCIAL POSITION

As at March 31, 2024
(expressed in thousands of Eastern Caribbean dollars)

	Unaudited 31-Mar-24 \$000	Unaudited 31-Mar-23 \$000	Audited 30-Sep-23 \$000
ASSETS			
Cash and cash equivalents	328,960	289,977	547,856
Loans and advances to customers	913,170	666,779	856,828
Investment securities	1,042,655	628,798	665,415
Other assets and prepayments	128,886	84,380	71,128
Property and equipment	72,553	64,818	73,412
Intangible assets	9,009	-	9,545
Deferred tax asset	358	157	358
Income tax refundable	-	1,241	-
Total assets	2,495,591	1,736,150	2,224,542
LIABILITIES AND SHAREHOLDERS' EQUITY			
Liabilities			
Deposits from customers	2,256,483	1,553,791	2,027,863
Subordinated debt	50,000	-	50,000
Trade and other liabilities	22,079	67,643	17,309
Income tax payable	4,811	-	2,889
Total liabilities	2,333,373	1,621,434	2,098,061
Shareholders' equity			
Stated capital	24,843	24,843	24,843
Statutory reserve	23,594	19,223	23,594
Accumulated other comprehensive income	33,264	13,775	14,324
Other reserves	2,361	1,814	2,361
Retained earnings	78,156	55,061	61,359
Total shareholders' equity	162,218	114,716	126,481
Total liabilities and shareholders' equity	2,495,591	1,736,150	2,224,542



STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended March 31, 2024

(expressed in thousands of Eastern Caribbean dollars)

	Unaudited Six months Ended 31-Mar-24 \$000	Unaudited Six months Ended 31-Mar-23 \$000	Audited Year Ended 30-Sep-23 \$000
Interest income	27,241	19,704	42,627
Interest expense	(8,645)	(4,602)	(11,073)
Net interest income	18,596	15,102	31,554
Other operating income	44,999	27,299	61,717
	63,595	42,401	93,271
Impairment charge	2,834	1,680	4,633
Operating expenses	37,120	27,573	59,460
	39,953	29,252	64,093
Operating profit before income tax	23,641	13,148	29,178
Income tax expense	(6,844)	(3,090)	(7,325)
Net profit for the period	16,797	10,058	21,853
Items that are or may be reclassified subsequently to profit and loss			
Net movement in fair value reserve	18,940	5,499	6,048
Total comprehensive income	18,940	5,499	6,048
Total comprehensive income attributable to:			
Owners of Bank	35,737	15,557	27,901
Basic and diluted earnings per share	2.21	1.32	2.88

STATEMENT OF CASH FLOWS

As at March 31, 2024

(expressed in thousands of Eastern Caribbean dollars)

	Unaudited Six months Ended 31-Mar-24 \$000	Unaudited Six months Ended 31-Mar-23 \$000	Audited Year Ended 30-Sep-23 \$000
Cash flows from operating activities			
Net profit for the period	16,797	10,058	21,853
Adjustments for			
Depreciation	2,543	2,544	5,067
Amortization of intangible assets	537	-	-
Net interest income	(18,596)	(15,091)	(31,554)
Investment income	(15,409)	(7,310)	(17,818)
Net impairment losses on loans and advances, and investments	2,834	1,680	4,632
Loss on disposal of property and equipment	57	-	128
Dividend income	(1,073)	(792)	(1,127)
Income tax	6,844	3,090	7,325
Net loss before changes in operating assets and liabilities	(5,466)	(5,821)	(11,494)
Change in other assets and prepayments	(57,757)	(28,253)	(40,284)
Change in loans and advances to customers	(58,105)	(34,341)	(72,335)
Change in deposits from customers	228,595	55,787	147,598
Change in trade and other payables	4,769	30,576	5,525
Cash generated from operations	112,036	17,948	29,010
Interest received	26,655	25,795	48,787
Interest paid	(6,913)	(4,643)	(10,331)
Income taxes paid	(4,922)	(1,259)	(1,565)
Net cash from operating activities	126,856	37,841	65,901
Cash flows from investing activities			
Acquisition of business operations, net of cash acquired	-	-	208,425
Additions to investment securities	(354,790)	(65,983)	(104,166)
Interest received from investments	11,413	6,916	17,893
Dividends received	1,073	792	1,127
Acquisition of property and equipment	(1,740)	(1,259)	(2,277)
Proceeds from disposals	-	-	86
Net cash used in investing activities	(344,044)	(59,534)	121,088
Cash flows from financing activities			
Proceeds from subordinated debt	-	-	50,000
Interest paid on lease liabilities	(8)	(11)	(23)
Interest paid on subordinated debt	(1,700)	-	(791)
Net cash used in financing activities	(1,708)	(11)	49,186
Net increase in cash and cash equivalents	(218,896)	(21,704)	236,175
Cash and cash equivalents - beginning of the year	547,856	311,681	311,681
Cash and cash equivalents - end of the period	328,960	289,977	547,856



STATEMENT OF CHANGES IN EQUITY

For the six months ended March 31, 2024
(expressed in thousands of Eastern Caribbean dollars)

	Stated Capital \$000	Statutory Reserves \$000	Accumulated Other Comprehensive Income \$000	Other Reserves \$000	Retained Earnings \$000	Total Equity \$000
Unaudited period ended March 31, 2024						
Balance at October 1, 2023	24,843	23,594	14,324	2,361	61,359	126,481
Net profit for the period	-	-	-	-	16,797	16,797
Other comprehensive income for the period	-	-	18,940	-	-	18,940
Balance at March 31, 2024	24,843	23,594	33,264	2,361	78,156	162,218
Unaudited period ended March 31, 2023						
Balance at October 1, 2022	24,843	19,223	8,276	1,814	45,003	99,159
Net profit for the year	-	-	-	-	10,058	10,058
Other comprehensive income for year	-	-	5,499	-	-	5,499
Balance at March 31, 2023	24,843	19,223	13,775	1,814	55,061	114,716
Audited year ended September 30, 2023						
Balance as at October 1, 2022	24,843	19,223	8,276	1,814	45,003	99,159
Net profit for the period	-	-	-	-	21,853	21,853
Increase in statutory reserves	-	4,371	-	-	(4,371)	-
Other comprehensive income for the period	-	-	6,048	-	(579)	5,469
Transfer to general reserves	-	-	-	547	(547)	-
Balance at September 30, 2023	24,843	23,594	14,324	2,361	61,359	126,481