



Summary of the half-year performance for Grenada Co-operative Bank Limited as at March 31, 2013

CHAIRMAN'S REPORT

The Bank continues to be challenged by the tough economic conditions facing the banking sector in Grenada. The relatively high level of non-performing loans has negatively affected the reported levels of profits as well as the Bank's liquidity position. In response, the Bank resorted to the sale of mortgages on the secondary mortgage market, to buttress its liquidity position. This in return has also reduced the reported profits for the first half of the financial year.

In spite of the tough economic conditions, both loans and deposits portfolio grew by \$10.4M or 2%, and \$11.8M or 2.4% respectively in the first six (6) months of the Financial Year.

Efforts would continue to ensure that operating costs are controlled and that by the end of the financial year the budgeted profit is attained.

Derick Steele

Chairman
July 1, 2013

Grenada Co-operative Bank Limited Unaudited Interim Statement of Comprehensive Income For the half – year ended March 31, 2013

(All currencies expressed in Eastern Caribbean dollars)

	Unaudited Mar 31 2013 (\$'000)	Audited Sept 30 2012 (\$'000)	Unaudited Mar 31 2012 (\$'000)
INCOME			
Interest Income	19,003	41,057	19,553
Interest Expense	<u>8,643</u>	<u>17,207</u>	<u>8,802</u>
Net Interest Income	10,360	23,850	10,751
Other Income	<u>3,541</u>	<u>5,972</u>	<u>3,506</u>
TOTAL OPERATING INCOME	<u>13,901</u>	<u>29,822</u>	<u>14,257</u>
EXPENDITURE			
Total Administrative Expenses	11,638	20,874	9,872
Credit impairment	2,000	6,489	2,336
Investment Impairment	<u>0</u>	<u>325</u>	<u>359</u>
	<u>13,638</u>	<u>27,688</u>	<u>12,567</u>
Earnings Before Taxes	263	2,134	1,690
Taxation	<u>-</u>	<u>(64)</u>	<u>-</u>
Earnings After Taxes	<u>263</u>	<u>2,070</u>	<u>1,690</u>
Earnings Per Share	<u>0.03</u>	<u>0.27</u>	<u>0.22</u>

Grenada Co-operative Bank Limited Unaudited Interim Balance Sheet As at March 31, 2013

(All currencies expressed in Eastern Caribbean dollars)

	Unaudited Mar 31 2013 (\$'000)	Audited Sept 30 2012 (\$'000)	Unaudited Mar 31 2012 (\$'000)
ASSETS			
Cash & Balances with Central Bank & Other Banks	81,572	62,865	72,640
Customer Loans & Advances	434,289	423,868	415,518
Investments	61,010	56,335	44,690
Premises & Equipment	43,456	44,784	44,523
Other Assets & Prepayments	<u>20,377</u>	<u>12,572</u>	<u>12,850</u>
TOTAL ASSETS	<u>640,704</u>	<u>600,424</u>	<u>590,221</u>
LIABILITIES			
Due to other Banks	38,702	34,321	9,000
Customer Deposits	512,247	500,481	528,197
Other Liabilities	<u>46,434</u>	<u>22,032</u>	<u>9,790</u>
TOTAL LIABILITIES	<u>597,383</u>	<u>556,834</u>	<u>546,987</u>
SHAREHOLDER'S EQUITY			
Stated Capital	24,872	24,872	24,872
Reserves	11,585	11,585	11,144
Retained Earnings	<u>6,864</u>	<u>7,133</u>	<u>7,218</u>
Total Equity	<u>43,321</u>	<u>43,590</u>	<u>43,234</u>
TOTAL LIABILITIES AND EQUITY	<u>640,704</u>	<u>600,424</u>	<u>590,221</u>

Grenada Co-operative Bank Limited Unaudited Interim Balance Sheet For the half – year ended March 31, 2013

(All currencies expressed in Eastern Caribbean dollars)

	Unaudited Mar 31 2013 (\$'000)	Audited Sept 30 2012 (\$'000)	Unaudited Mar 31 2012 (\$'000)
Operating Activities			
Income before Income Tax	263	2,134	1,690
Adjustments for:			
Depreciation	1,232	2,566	1,287
Loss on disposal of premises and Equipment	<u>-</u>	<u>(56)</u>	<u>-</u>
	1,495	4,644	2,977
Net changes in Operating assets and liabilities	<u>22,323</u>	<u>6,173</u>	<u>4,462</u>
Cash Flows from Operating Activities	23,818	10,817	7,439
Cash flows from Investing Activities	(4,579)	(17,695)	(4,567)
Cash Flows from Financing Activities	<u>(532)</u>	<u>(25)</u>	<u>0</u>
Net Increase/decrease in cash and cash equivalents	18,707	(6,903)	2,872
Cash & Cash Equivalents at the beginning of the period	<u>62,865</u>	<u>69,768</u>	<u>69,768</u>
Cash & Cash Equivalents at the end of the period	<u>81,572</u>	<u>62,865</u>	<u>72,640</u>