



Chairman's Review

The Bank continues to report another six months of good performance with a profit after tax (unaudited) for the six months ended March 31, 2021, of \$6.2M. The reported profits were greater than forecasted but declined by 15% or \$1.1M compared to the previous corresponding six months profits of \$7.3M. Understandably, this performance has been affected by the impact of the COVID-19 pandemic on both the local economy and Bank's operations.

Total assets of the Bank grew by 12% or \$156M and now stands at \$1.4B, reflecting primarily an increase in cash and cash equivalents of 45% and customer loans, which expanded by 3% over September 2020. The Bank's Non-Performing Loan ratio held steady at less than 1% as at March 2021, demonstrating the success of our previously articulated commitment to continuous improvement in our credit underwriting and containment of delinquency. Additionally, the Bank remains adequately capitalized with a Capital Adequacy ratio of 11% - within regulatory requirement of not less than 8%.

In light of the uncertainties ahead, the Bank has prudently increased its provision for Expected Credit Losses (ECL) by \$1.5M.

Our non-financial metrics remain strong, as illustrated through the solid performance in the various customer satisfaction metrics such as the Net Promoter Score (NPS) and Customer Satisfaction Index.

Notwithstanding the positive progress made with the COVID-19 vaccination, the impact of the pandemic will continue to cast its shadow over the local economy for some time to come and therefore continue to be the defining force affecting the Bank. At Co-op Bank, we are well placed to respond to the challenges that it brings. With a clear view of our business priorities as we advance into the second half of the financial year, we are determined to leverage opportunities to maintain the Bank's profitability and serve our stakeholders.-

D. Brathwaite

Darryl Brathwaite
Chairman

Grenada Co-operative Bank Limited
Statement of Financial Position
As at March 31, 2021
(expressed in Eastern Caribbean dollars)



	Unaudited Mar-31-21 \$000	Unaudited Mar-31-20 \$000	Audited Sep-30-20 \$000
Assets			
Cash and cash equivalents	360,148	128,453	248,662
Loans and advances to customers	565,130	520,592	546,844
Investment securities	390,352	398,772	377,219
Other assets and prepayments	66,844	52,746	53,861
Property and equipment	60,059	55,846	60,050
Deferred tax asset	95	30	95
Total assets	1,442,628	1,156,439	1,286,731
Liabilities and Equity			
Liabilities			
Deposits from customers	1,278,694	1,046,499	1,151,401
Trade and other payables	51,066	34,356	37,081
Income Tax payable	203	624	57
Total Liabilities	1,329,963	1,081,479	1,188,539
Shareholders' equity			
Stated Capital	24,872	24,872	24,872
Statutory Reserve	16,827	14,902	16,827
Other Reserves	37,575	7,047	28,147
Retained Earnings	33,391	28,139	28,346
Total shareholders' equity	112,665	74,960	98,192
Total Liabilities and Equity	1,442,628	1,156,439	1,286,731

Grenada Co-operative Bank Limited

Statement of Profit or Loss and Other Comprehensive Income

For the six months ended March 31, 2021

(expressed in Eastern Caribbean dollars)



Co-op Bank
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	Unaudited Mar-31-21 \$000	Unaudited Mar-31-20 \$000	Audited Sep-30-20 \$000
Interest income	17,778	17,672	35,247
Interest expense	(4,063)	(3,693)	(7,690)
Net interest income	13,715	13,979	27,557
Other operating income	16,165	16,828	30,349
	29,880	30,807	57,906
Impairment charge for credit losses	1,500	-	4,387
Operating expenses	20,186	21,208	40,373
	21,686	21,208	44,760
Operating profit before income tax	8,194	9,599	13,146
Income tax expense	(2,009)	(2,343)	(3,517)
Net profit after tax	6,185	7,256	9,629
Items that are or may be reclassified subsequent to profit or loss			
Net movement in fair value reserve	9,456	(12,020)	8,839
Total comprehensive income	15,641	(4,764)	18,468
Total comprehensive income attributable to:			
Owners of Bank	15,641	(4,764)	18,468
Basic and diluted earnings per share	\$0.81	\$0.95	\$1.27

Grenada Co-operative Bank Limited

Statement of Cash Flows

As of March 31, 2021

(expressed in Eastern Caribbean dollars)



Co-op Bank
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	Unaudited Mar-31-21 \$000	Unaudited Mar-31-20 \$000	Audited Sep-30-20 \$000
Cash flows from operating activities			
Net profit for the year	6,185	7,256	9,629
Adjustments for:			
Depreciation	1,948	1,470	3,970
Net interest income	(13,714)	(14,053)	(27,557)
Interest income from investments	(3,021)	(5,045)	(8,648)
Net impairment loss on loans and advances and investments	1,500	-	4,388
Gain on disposal of property and equipment	-	(47)	(47)
Dividend income	(128)	(259)	(439)
Income tax	2,009	2,343	3,517
Net loss before changes in operating assets and liabilities	(5,221)	(8,335)	(15,187)
Cash generated from operations	120,361	1,669	90,676
Net cash generated from operations	115,140	(6,666)	75,489
Cash flows from investing activities			
Net cash used in investing activities	(2,486)	(35,949)	2,105
Cash flows from financing activity			
Net cash used in financing activity	(1,168)	(1,672)	(1,672)
Net increase in cash and cash equivalents	111,486	(44,287)	75,922
Cash and cash equivalents - beginning of year	248,662	172,740	172,740
Cash and cash equivalents - end of year	360,148	128,453	248,662

Grenada Co-operative Bank Limited
Statement of Changes in Equity
For the six months ended March 31, 2021
(expressed in Eastern Caribbean dollars)



	Stated Capital \$'000	Statutory Reserves \$'000	Other Reserves \$'000	Retained Earnings \$'000	Total Equity \$'000
Unaudited period ended March 31, 2021					
Balance at October 1, 2020	24,872	16,827	28,147	28,346	98,192
Net profit for the six months	-	-	-	6,185	6,185
Other comprehensive income for the six months	-	-	9,456	-	9,456
Acquisition of treasury shares	-	-	(28)	-	(28)
Dividends paid	-	-	-	(1,140)	(1,140)
Balance at March 31, 2021	24,872	16,827	37,575	33,391	112,665
Unaudited period ended March 31, 2020					
Balance at October 1, 2019	24,872	14,902	19,067	22,555	81,396
Net profit for the six months	-	-	-	7,256	7,256
Other comprehensive income for the six months	-	-	(12,020)	-	(12,020)
Dividends paid	-	-	-	(1,672)	(1,672)
Balance at March 31, 2020	24,872	14,902	7,047	28,139	74,960
Audited year ended September 30, 2020					
Balance at October 1, 2019	24,872	14,902	19,067	22,555	81,396
Net profit for the year	-	-	-	9,629	9,629
Increase in statutory reserves	-	1,925	-	(1,925)	-
Other comprehensive income for the year	-	-	8,839	-	8,839
Transfer to general reserves	-	-	241	(241)	-
Dividends paid	-	-	-	(1,672)	(1,672)
Balance at September 30, 2020	24,872	16,827	28,147	28,346	98,192