

Interim Report 2020/2021

Interim Report for the Period to 31 March 2021



**CAYMAN
NATIONAL**

Cayman National Corporation Ltd. is pleased to announce Net Income of CI\$9.6M for the six month period to 31 March 2021. This performance represents an increase of 8% on the same period a year ago.

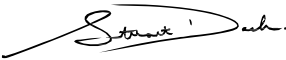
Total Income of CI\$32M has decreased by 8% compared to the prior year. Operating expenses of CI\$23M has decreased by 10% over the same period.

The interest rate increases seen in previous years have not continued. Therefore, we have seen decreases in our loan revenue.

Total deposits increased by 7% compared to a year ago. The balance sheet remains very strong with Total Assets of 1,552M increasing by less than 7%. Shareholders' Equity increased by 4% to CI\$149M as a result of growth in retained earnings over the prior year.

With a sound set of results at the half-year, we are pleased with our performance and we will continue to work hard to maintain a solid performance.

As always we are grateful to our staff for their continued commitment to our success. We continue to thank and appreciate our customers, clients and shareholders for their support, confidence and loyalty.



Stuart J. Dack
President and Chief Executive Officer
Cayman National Corporation Ltd.



Directors' Shares

As of 31 March 2021

Directors held 1,258,823 of the Corporation shares as at 31 March 2021 of which 117,763 were beneficially owned and 1,141,060 were non-beneficially owned.

Board of Directors	Directly Held*	Indirectly Held**	Directly Held %	Indirectly Held %
Sherri Bodden-Cowan	36,446		0.09%	
Bryan Hunter	21,073		0.05%	
Nigel Wardle	25,647	1,473	0.06%	0.00%
Clarence Flowers	1,891	1,137,078	0.00%	2.69%
Leonard Ebanks	21,668	2,509	0.05%	0.01%
Stuart Dack	3,518		0.01%	
Nigel Baptiste	1,000		0.00%	
Colin Hanson	5,520		0.01%	
Roopnarine Oumade Singh	1,000		0.00%	
Total	117,763	1,141,060	0.28%	2.69%

*Legal and beneficial rights.

**Held by another entity, legally with non-beneficial rights.

Consolidated Statement of Financial Position

As of 31 March 2021

(Unaudited Figures Expressed in Cayman Islands Dollars '000)

ASSETS	31-Mar-21	31-Mar-20
Cash and cash equivalents	138,655	274,146
Due from banks	139,280	60,180
Advances	817,018	781,178
Investment securities	417,598	284,923
Investment interest receivable	1,650	2,758
Investment property	60	60
Premises and equipment	22,057	23,504
Right-of-use assets	9,773	0
Intangible assets	84	57
Other assets	5,712	63,345
TOTAL ASSETS	1,551,886	1,490,150
LIABILITIES & EQUITY		
LIABILITIES		
Customers' current, savings and deposit accounts	1,371,306	1,276,699
Accrued interest payable	401	2,491
Lease liabilities	10,159	0
Other liabilities	21,231	67,894
TOTAL LIABILITIES	1,403,097	1,347,084
EQUITY		
Stated capital and Share premium	47,397	47,383
Other reserves	6,000	4,722
Retained earnings	95,392	90,962
TOTAL EQUITY	148,790	143,067
TOTAL LIABILITIES & EQUITY	1,551,886	1,490,151

Consolidated Statement of Comprehensive Income

For the 6 month period ending 31 March 2021
(Unaudited Figures Expressed in Cayman Islands Dollars '000)

Notes	31-Mar-21	31-Mar-20
Interest income	20,252	27,702
Interest expense	747	4,438
Net interest income	19,505	23,264
Fees and commission from trust and other fiduciary activities	1,321	6,549
Other fees and commission income	5,585	2,747
Foreign exchange fees and commissions	3,421	106
Credit card fees and commissions, net	2,275	2,126
Dividends	5	5
(Loss)/Gain on disposal of fixed assets	-140	0
Other income	12,467	11,533
Staff costs	13,862	15,580
General administrative expenses	5,445	6,462
Operating lease payments	24	1,040
Property related expenses	772	737
Depreciation expense	1,483	1,391
Depreciation expense right-of-use assets	906	0
Advertising and public relations expenses	292	246
Intangible amortization expense	0	7
Directors' fees	223	142
Operating expenses	23,008	25,605
Operating profit	8,964	9,192
Credit loss expense on financial assets	994	-36
Net profit before taxation	9,958	9,156
Taxation expense	33	-64
Net Income from Continuing Operations	9,925	9,220
Net loss from discontinued operations	329	375
Net Income	9,596	8,845

Ratios	31-Mar-21	31-Mar-20
Earnings Per Share	0.40	0.42
Price Earnings Ratio	9.78	10.17
Return on Assets	1.36%	1.18%
Return on Equity	13.50%	12.91%
Book Value Per Share	3.14	3.38
Share price 31-Mar-2021	3.96	4.25
Dividend Yield per share	1.52%	1.41%
12 Month Rolling Net Income	19,192	17,689

Some performance ratios are computed using 12 month trailing earnings and average asset balances.



Cayman National Corporation Ltd.

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Board of Directors:

Nigel M. Baptiste, B.Sc. (Econ) (Hons), M.Sc. (Econ)
Sherri Boddén-Cowan, MBE, LLB (Hons)
Stuart J. Dack, ACIB, MBA, President & Chief Executive Officer
Clarence Flowers, Jr.
Colin Hanson, CPA, CA
Bryan A. Hunter, B.Sc (Hons), LLB (Hons)
Roopnarine Oumade Singh, B.Sc., M.Sc., MBA
Nigel Wardle, BA, CA, ACIB

Group of Companies:

Cayman National Bank Ltd.
Cayman National Fund Services Ltd.
Cayman National Securities Ltd.
Cayman National Bank (Isle of Man) Ltd.
Cayman National Trust Company (Isle of Man) Ltd.
Cayman National (Dubai) Ltd.