

Interim Report 2019/2020

Interim Report for the Period to 31 March 2020



**CAYMAN
NATIONAL**

Cayman National Corporation Ltd. is pleased to announce Net Income of CI\$8.8M for the six month period to 31 March 2020. This performance represents a decrease of 31% on the same period a year ago.

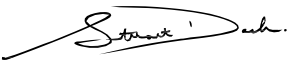
Total Income of CI\$34.8M has decreased by 11% compared to the prior year. Total expenses of CI\$25.6M has increased by 1% over the same period.

The interest rate increases seen last year have not continued. Therefore, we have seen decreases in our loan revenue. The COVID-19 pandemic have also placed some constrains on many of our fee earning activities.

Total Deposits reduced by 4% on a year ago. The balance sheet remains very strong with Total Assets of 1,490M decreasing by less than 1%. Shareholders' Equity increased by 9% to CI\$143M 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
Cayman National Corporation Ltd.



Directors' Shares

As of 31 March 2020

Directors held 1,276,523 of the Corporation shares as at 31 March 2020 of which 135,505 were beneficially owned and 1,141,018 were non-beneficially owned.

Board of Directors	31 Mar 2020 Directly Held*	Indirectly Held**	%	%
Sherri Bodden-Cowan	31,909		0.075	
Bryan Hunter	17,508		0.041	
Nigel Wardle	21,418	1,431	0.051	0.003
Clarence Flowers	41,602	1,137,078	0.098	2.685
Leonard Ebanks	17,550	2,509	0.041	0.006
Stuart Dack	3,518		0.008	
Nigel Baptiste	1,000		0.002	
Roopnarine Oumade Singh	1,000		0.002	
Total	135,505	1,141,018	0.320	2.694

*Legal and beneficial rights.

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

Consolidated Statement of Financial Position

As of 31 March 2020

(Unaudited Figures Expressed in Cayman Islands Dollars '000)

Assets	31-Mar-20	31-Mar-19
Cash and Due from Banks	334,326	387,752
Short Term Placements (Over 3 Months)	73,552	184,391
Investments	211,371	137,457
Loans and Overdrafts	781,178	741,607
Interest Receivable	2,758	7,813
Accounts Receivable	63,383	20,700
Investment Property	60	60
Fixed Assets	16,268	17,930
Intangibles	7,236	5,469
Goodwill	20	0
Total Assets	\$1,490,151	\$1,503,179
Liabilities		
Depositors' Accounts:		
Current	430,164	412,680
Savings	329,288	322,791
Fixed Deposits	517,247	598,225
	\$1,276,699	\$1,333,696
Interest Payable	2,491	2,871
Accounts Payable and Accrued Expenses	67,894	35,542
Total Liabilities	\$1,347,084	\$1,372,109
Shareholders' Equity		
Share Capital	42,347	42,347
Share Premium	5,035	5,035
General Reserve	7,486	7,486
Retained Earnings	90,962	77,942
Net Unrealised Appreciation on Investments	0	54
Equity Adjustment from Foreign Currency Translation	-2,764	-1,793
Total Shareholders' Equity	\$143,067	\$131,071
Total Liabilities and Shareholders' Equity	\$1,490,151	\$1,503,179

Consolidated Statement of Comprehensive Income

For the 6 month period ending 31 March 2020

(Unaudited Figures Expressed in Cayman Islands Dollars '000)

Income	31-Mar-20	31-Mar-19
Interest Income	27,702	30,331
Interest Expense	4,438	4,555
Net Interest Income	\$23,264	\$25,777
Other Income		
Foreign Exchange Fees and Commissions	4,022	4,032
Banking Fees and Commissions	4,878	5081
Trust and Company Management Fees	1,280	1,568
Brokerage Commissions and Fees	1,354	2,475
Gain on Sale of Fixed Assets	0	34
Total Other Income	\$11,534	\$13,190
Total Income	\$34,798	\$38,966
Expenses		
Personnel	15,580	13,982
Other Operating Expenses	6,866	6,657
Premises	1,777	1,447
Depreciation	1,391	1,296
Increase in Loan Impairment Provision	-36	1,650
Amortisation of Goodwill	0	213,876
Total Expenses	\$25,578	\$25,246
Net Income from Continuing OPERATIONS	9,220	13,721
Net Loss from Discontinued OPERATIONS	-375	-453
Net Income	\$8,845	\$13,268
Other Comprehensive Income		
Net Gain/(Loss) on Available for Sale Investments	0	506
Foreign Currency Translation Differences	0	-997
Total Other Comprehensive (Loss)/Income	\$0	\$-490
Total Comprehensive Income	\$8,845	\$12,777
Key Performance Ratios		
EARNINGS PER SHARE	0.42	0.59
PRICE EARNINGS RATIO	10.17	4.91
RETURN ON ASSETS	1.18%	1.61%
RETURN ON EQUITY	12.91%	20.98%
BOOK VALUE PER SHARE	\$3.38	\$3.10
DIVIDEND YIELD PER SHARE	1.41%	3.77%

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, BSc (Econ) (Hons), MSc (Econ)
Sherri Bodden-Cowan, MBE, LLB (Hons)
Stuart J. Dack, ACIB, MBA, President & Chief Executive
Leonard Ebanks
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) Limited
Cayman National Trust Company (Isle of Man) Limited
Cayman National (Dubai) Ltd.