

ST. KITTS-NEVIS-ANGUILLA NATIONAL BANK LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE FIRST QUARTER ENDED

SEPTEMBER 30, 2013

SKNA National Bank Ltd. Comptroller Division

ST. KITTS-NEVIS-ANGUILLA NATIONAL BANK LIMITED

UNAUDITED FINANCIAL STATEMENTS **FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2013**

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BALANCE SHEET AS AT SEPTEMBER 30, 2013

Assets	Notes	Unaudited Quarter Ended Sept 2013 \$	Unaudited Year Ended June 2013 \$
Cash and balances with Central Bank	6	443,418,010	355,571,349
Treasury Bills	7	138,008,230	134,145,387
Deposits with other financial Institutions	8	616,936,819	525,507,809
Loans and Advances - customers	9	630,337,092	1,191,073,260
- originated debts	10	90,060,125	88,615,644
Lands		570,054,905	-
Investments - available for sale	11	374,188,429	426,640,835
Investments in associates	12	1,629,676	1,629,676
Investment in Subsidiaries	13	26,750,000	26,750,000
Customers' Liability under Acceptances, Guarantees, and Letters of Credit (per contra)	14	4,482,885	4,482,885
Income tax recoverable		6,004,006	6,004,006
Property, Plant and Equipment	15	21,882,008	22,171,639
Intangible Assets	16	722,614	803,964
Other Assets	17	91,958,406	26,285,952
Deferred Tax Asset	21	21,309,259	24,533,957
Total Assets		3,037,742,464	2,834,216,363
Liabilities			
Due to Customers	18	2,378,195,484	2,210,464,801
Due to other financial institutions		3,266,061	2,505,944
Other borrowed funds	19	145,582,524	145,580,180
Acceptances, Guarantees and Letters of Credit (per contra)		4,482,885	4,482,885
Deferred Income			
Accumulated Provisions, Creditors, and Accruals	20	83,367,596	58,868,718
Total Liabilities		2,614,894,550	2,421,902,528
Shareholders' Equity			
Issued Share Capital	22	135,000,000	135,000,000
Share Premium		3,877,424	3,877,424
Retained Earnings		17,656,580	11,805,206
Other Reserves	23	266,313,910	261,631,205
Total Shareholders' Equity		422,847,914	412,313,835
Total Liabilities and Shareholders' Equity		3,037,742,464	2,834,216,363

Statement of Income for the period ended September 30, 2013

Unaudited Year Ended June 2013 \$		Unaudited Quarter Ended Sept 2013 \$	Unaudited Quarter Ended Sept 2012 \$
INCOME			
99,233,158	Interest income	22,281,787	27,102,452
(92,907,409)	Interest expense	(22,135,495)	(23,373,947)
6,325,749	Net interest income	146,292	3,728,505
9,924,352	Fees and commission income	3,190,752	2,786,160
(3,984,992)	Fee expense	(799,734)	(636,809)
5,939,360	Net fees and commission income	2,391,018	2,149,351
2,864,683	Dividend income	128,683	705,588
16,213,992	Net gains less (losses) from investments	7,820,583	3,200,247
4,522,412	Gain on foreign exchange	1,461,881	831,208
97,878	Other operating income	36,526	28,015
23,698,965	Other Income/(losses)	9,447,673	4,765,058
35,964,074	Operating Income	11,984,983	10,642,914
Operating expenses			
24,921,133	Administration and general expenses	5,194,843	5,078,331
398,408	Directors fees and expenses	100,506	106,679
540,412	Audit fees and expenses		
3,111,368	Depreciation & amortisation	838,260	838,260
-	Provision for impaired investments	-	-
-	Provision for impaired originated debts	-	-
-	Provision for impaired receivables	-	-
28,971,321	Total operating expenses	6,133,609	6,023,270
6,992,753	Operating income before tax	5,851,374	4,619,644
11,729,057	Income tax expense		
18,721,810	Net income for the year	5,851,374	4,619,644
0.14	Earnings per share		

ST. KITTS-NEVIS-ANGUILLA NATIONAL BANK LIMITED

Statement of Comprehensive Income for the period ended September 30, 2013

Notes

Unaudited Year Ended June 2013 \$		Unaudited Quarter Ended Sept 2013 \$	Unaudited Quarter Ended Sept 2012 \$
<u>18,721,810</u>	Net Income for the period	<u>5,851,374</u>	<u>4,619,644</u>
	Other Comprehensive Income:		
	Available-for-sale financial assets:		
(1,571,225)	Unrealised gains/(losses) on investment securities, net of tax	5,519,148	2,793,271
<u>(1,386,953)</u>	Less: Reclassification adjustments for (gains)/losses included in income	<u>(221,188)</u>	<u>(1,118,090)</u>
<u>(2,958,178)</u>	Total other comprehensive Income/(loss)	<u>5,297,960</u>	<u>1,675,181</u>
<u><u>15,763,632</u></u>	Total Comprehensive Income/(Loss) for the period	<u><u>11,149,334</u></u>	<u><u>6,294,825</u></u>

STATEMENT OF CHANGES IN EQUITY
For The Quarter Ended September 30, 2013

Notes	Share Capital \$	Share Premium \$	Statutory Reserves \$	Other Reserves \$	Investment Reserves \$	Property Revaluation Reserves \$	Retained Earnings \$	Total Shareholders' Equity \$
Balance at June 30, 2012	135,000,000	3,877,424	98,466,591	174,653,586	(19,995,777)	7,720,621	12,352,758	412,075,203
Total Comprehensive Income for the year	-	-	-	-	(2,958,178)	-	18,721,810	15,763,632
Transfer to Reserves	23	-	3,744,362	-	-	-	(3,744,362)	-
Dividends	29	-	-	-	-	-	(15,525,000)	(15,525,000)
Balance at June 30, 2013	135,000,000	3,877,424	102,210,953	174,653,586	(22,953,955)	7,720,621	11,805,206	412,313,835
Total Comprehensive Income For The Quarter	-	-	-	-	5,297,960	-	5,851,374	11,149,334
Adj to Reserves for Tax Rate change	-	-	-	-	(615,255)	-	-	(615,255)
Dividends	-	-	-	-	-	-	-	-
Balance at September 30, 2013	135,000,000	3,877,424	102,210,953	174,653,586	(18,271,250)	7,720,621	17,656,580	422,847,914

ST. KITTS-NEVIS-ANGUILLA NATIONAL BANK LTD.
STATEMENT OF CASHFLOW
FOR THE PERIOD ENDED SEPTEMBER 30, 2013

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	Notes	Unaudited Quarter Ended Sept 2013 \$	Unaudited Year Ended June 2013 \$
Cash flows from operating activities			
Operating Income before taxation		5,851,374	6,992,753
Adjustments for:			
Interest Income		(22,281,787)	(99,233,158)
Interest Expense		22,135,495	92,907,409
Depreciation and amortisation		838,260	3,111,368
Provision for credit/investment/other impairment, net			
Gain/Loss on disposal of premises and equipment		(24,999)	251
Operating income before changes in operating assets and liabilities		6,518,343	3,778,623
<i>(Increase) decrease in operating assets:</i>			
Loans and advances to customers		562,955,017	28,412,501
Mandatory deposits with Central Bank		(8,181,343)	(26,046,750)
Other accounts		(65,672,452)	(6,851,288)
<i>Increase (decrease) in operating liabilities:</i>			
Customers' deposits		161,394,499	355,665,854
Due to other financial institutions		760,116	2,081,390
Accumulated provisions, creditors, and accruals		23,428,356	18,494,541
Cash generated from/(used in) operations		681,202,536	375,534,871
Interest received		12,631,045	90,351,475
Interest paid		(14,152,170)	(91,742,999)
Net cash generated from/(used in) operating activities		679,681,411	374,143,347
Cash flows from investing activities			
(Increase)/Decrease in equipment and intangible assets		(467,280)	(1,338,099)
Proceeds from disposal of equipment		25,000	242,000
Lands acquired		(565,069,905)	
(Increase)/Decrease in special term deposits		6,393,325	(16,322,030)
(Increase)/Decrease in restricted term deposits and T/Bills		(3,867,296)	5,734,899
Proceeds from disposal of investment securities		193,240,219	811,814,565
Purchase of investment securities		(134,324,892)	(881,440,139)
Net cash generated from/(used in) investing activities		(504,070,829)	(81,308,804)
Cash flows from financing activities			
Other Borrowed Funds		(574,274)	(69,426,597)
Dividend paid			(15,525,000)
Net cash generated from/(used in) financing activities		(574,274)	(84,951,597)
Net Increase (Decrease) in cash and cash equivalents		175,036,308	207,882,946
Cash and cash equivalents at beginning of period		553,881,782	345,998,836
Cash and cash equivalents at end of period	32	728,918,090	553,881,782