

BANK OF ST. VINCENT AND THE GRENADINES LIMITED
Interim Consolidated Statement of Income
For the six month period ended June 30, 2016

(expressed in thousands of Eastern Caribbean dollars)

	(Unaudited) 6 mths to June 30, 2016 \$'000	(Audited) 12 mths to December 31, 2015 \$'000	(Unaudited) 6 mths to June 30, 2015 \$'000	12mths Change %
Interest income	25,554	50,068	24,453	5%
Interest expense	(8,777)	(19,413)	(10,366)	-15%
Net interest income	16,777	30,655	14,087	19%
Other income	6,038	12,290	5,487	10%
Operating income	22,815	42,945	19,574	17%
Impairment Loss - Investments	-	(410)	-	0%
Impairment Loss - Loans	(510)	(3,608)	(610)	-16%
Other operating expenses	(15,517)	(30,862)	(14,358)	8%
Profit for the period before taxation	6,788	8,065	4,606	47%
Provision for income tax	(1,833)	(2,206)	(1,244)	47%
Profit for the period	4,955	5,859	3,362	47%
Earnings per share	\$0.50	\$0.58	\$0.34	

BANK OF ST. VINCENT AND THE GRENADINES LIMITED
Interim Consolidated Statement of Cash Flows
For the six month period ended June 30, 2016

(expressed in thousands of Eastern Caribbean dollars)

	(Unaudited) 6 mths to June 30, 2016 \$'000	(Audited) 12 mths to December 31, 2015 \$'000	(Unaudited) 6 mths to June 30, 2015 \$'000
Operating Activities			
- Profit before income tax	6,788	8,065	4,606
- Adjustments for items not affecting cash, changes in non-cash working capital components and other items, net	2,048	5,852	1,265
Cash flows from operating activities	37,604	(10,798)	(15,932)
Cash flows from investing activities	944	4,360	(7,551)
Cash flows from financing activities	(4,842)	(19,263)	(20,694)
Net increase in cash and cash equivalents	42,542	(11,784)	(38,306)
Effects of Exchange Rate on cash and cash equivalents	(178)	(58)	(14)
Cash and cash equivalents at beginning of period	153,850	165,692	165,692
Cash and cash equivalents at end of period	196,214	153,850	127,372

Creating Opportunities... Building For The Future



Half
Year
Review



Bank of St. Vincent
& the Grenadines
The Bank That Gives Me *more*

A SUBSIDIARY OF
ECGFH

MOVING TOGETHER
AS ONE

BOSVG 2016 HALF YEAR REPORT TO SHAREHOLDERS

The Bank of St. Vincent & the Grenadines had another successful performance for the first half of the financial year ended June 30th 2016 recording a net profit of \$4.95 million.


While it is possible to sustain the performance of the institution in the short to medium term, the market imperatives are such that unless small indigenous/community banks, proactively and collectively address core issues relating to Corresponding Banking relationships, Capital Adequacy and the sharing of a common technological platform, failing to do poses a real threat to the survival and sustainability of the indigenous banking sector.

The Board of Directors remains cognizant of the medium term systemic risks which threaten the sustainability of the institution and the wider indigenous banking sector in the sub-region. In an effort to address these issues, the Board has committed, subject to the approval of the shareholders, to pursue the amalgamation of the institution with its sister bank, the Bank of St. Lucia Limited within the near term.

SUMMARY OF FINANCIAL PERFORMANCE

The bank recorded a net profit of \$4.95 million as at June 30, 2016 compared to \$3.36 million over the prior period, while total assets grew to \$949 million from \$899 million reported at December 2015. The growth in the balance sheet was primarily attributed to an increase in the customer deposit base. The loans and advances portfolio was consistent with the December figures both in terms of quality and numbers. The overall liquidity position continues to remain relatively stable.

The positive trend in financial performance is expected to continue for the remainder of the financial year. We will continue to focus on positioning the organization in a manner that ensures its long term sustenance.



Sir Errol Allen
Chairman



Nandi Williams-Morgan
Corporate Secretary

BANK OF ST. VINCENT AND THE GRENADINES LIMITED Interim Consolidated Balance Sheet As at June 30, 2016

(expressed in thousands of Eastern Caribbean dollars)

	(Unaudited) June 30 2016 \$'000	(Audited) December 31 2015 \$'000	(Unaudited) June 30 2015 \$'000	12mths Change %
Assets				
Cash and balances with Central Bank	88,477	93,098	74,717	18%
Treasury bills	10,169	10,168	10,165	0%
Due from banks	141,234	92,295	93,607	51%
Trading financial assets	37	36	37	0%
Originated loans- Loans & Advances to customers	594,935	586,006	591,143	1%
- Bonds	10,032	10,033	10,031	0%
Investments securities - held to maturity	37,558	39,250	41,444	-9%
Property plant and equipment & intangibles	56,658	56,742	57,045	-1%
Investment Properties	2,554	2,565	4,331	-41%
Other assets	6,360	7,816	8,118	22%
Income tax recoverable	1,180	1,180	1,769	-33%
Total assets	949,194	899,189	892,407	6%
Liabilities				
Deposits from banks	41,116	38,842	38,542	7%
Due to customers	696,145	655,935	651,718	7%
Deferred tax liabilities	434	434	653	-34%
Borrowings	48,555	51,064	50,716	-4%
Other liabilities	56,871	49,015	49,298	15%
Total Liabilities	843,121	795,290	790,927	6%
Shareholders' equity				
Share capital	14,753	14,753	14,753	0%
Reserves	14,753	14,753	14,753	0%
Unrealized loss on investments	1,752	1,634	1,712	2%
Retained earnings	69,860	66,900	66,900	4%
Profit for the period after taxes	4,955	5,859	3,362	5%
	106,073	103,899	101,480	5%
Total equity and liabilities	949,194	899,189	892,407	6%