ACB GRENADA BANK MARKS ITS 40TH AGM WITH ITS FIRST HYBRID MEETING

On Thursday May 2, 2024, **ACB GRENADA BANK LTD.** (the Bank), held its **40th ANNUAL GENERAL MEETING (AGM)**, under the Theme, **BUILDING… BIGGER, BETTER, BOLDER.** The event was hosted at the Spice Island Beach Resort, Grand Anse Beach, St. George's, Grenada and on the Zoom Platform. This hybrid format demonstrates the Bank's continued commitment to fostering increased shareholder engagement.

The financial year ended September 30, 2022, was recognized as one of strategic expansion, notable achievements, and steadfast dedication to the Bank's Core Values, amidst the challenges of the global economic landscape. In an environment where the Grenadian economy has shown resilience and growth, the Bank has mirrored this positive trend.

For fiscal 2022, the Bank published a **NET PROFIT** of **$3.3 million.** Gross Interest Income for the year under review increased significantly by 21% or $1.8 million.

The Bank's Asset Base grew by 8% or $29 million when compared to September 30, 2021.

At the 40th AGM, Shareholders approved a **CASH DIVIDEND of $827,253** or **$0.04** for each unit of share, representing a consistent dividend payout for two (2) consecutive years.

With respect to the composition of **ACB GRENADA BANK'S BOARD OF DIRECTORS, DORSETT CROMWELL** retired and being eligible, was duly re-elected to the Board.

The present members of the **BOARD OF DIRECTORS** are:

SHARON A. MATTHEW- EDWARDS – CHAIRMAN

DORSETT CROMWELL – DEPUTY CHAIRMAN

RON ANTOINE

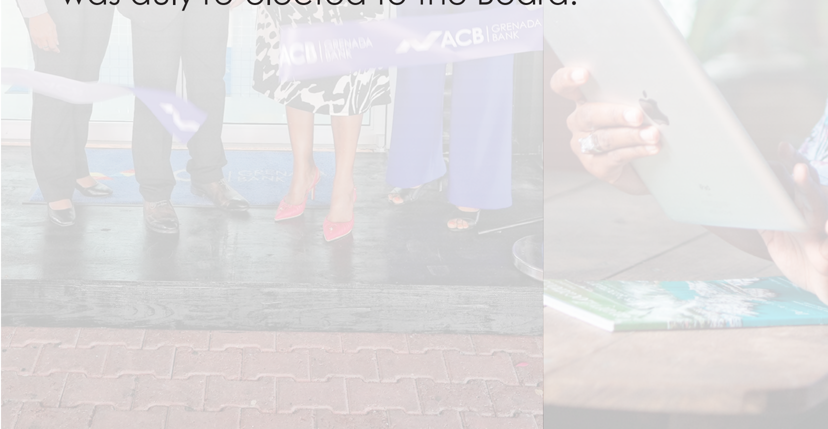
SANDRA DERRICK

CASSANDRA P. SIMON

C. KAMILAH ROBERTS.

In looking ahead, **ACB GRENADA BANK'S STRATEGY** will be to further maximize shareholder value as it pursues approved strategic initiatives.

The Board, Management and Staff remain committed to exceeding the expectations of all Stakeholders, to include Shareholders, Customers, Employees and the people of Grenada and beyond.



Grant Thornton

Grant Thornton
11 Old Parham Road
P.O. Box 1531
St. John's, Antigua
West Indies

T +1 268 462 3000
F +1 268 462 1902

REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY FINANCIAL STATEMENTS

To the Shareholders of
ACB Grenada Bank Ltd.

Opinion
The summary financial statements, which comprise the summary statement of financial position as of September 30, 2022, the summary statements of comprehensive income, changes in equity and cash flows for the year then ended, and the related note, are derived from the audited financial statements of **ACB Grenada Bank Ltd.** for the year ended September 30, 2022.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, on the basis described in Note 1.

Summary Financial Statements
The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements and the auditors' report thereon, therefore, is not a substitute for reading the audited financial statements and the auditors' report thereon.

The Audited Financial Statements and Our Report Thereon
We expressed an unmodified audit opinion on the audited financial statements in our report dated January 5, 2024. The audited financial statements are included in the 2022 Annual Report.

Management's Responsibility for the Summary Financial Statements
Management is responsible for the preparation of the summary financial statements on the basis described in Note 1.

Auditors' Responsibility
Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), *Engagements to Report on Summary Financial Statements.*

Grant Thornton
Chartered Accountants
January 5, 2024
St. John's, Antigua

ACB Grenada Bank Ltd.
Summary Statement of Financial Position
As of September 30, 2022

Expressed in Eastern Caribbean dollars

	2022 $	2021 $
Assets		
Cash and balances with the Central Bank	**167,871,756**	218,278,389
Due from other banks	**74,463,213**	5,643,449
Investment securities	**33,042,217**	18,229,161
Loans and advances	**120,572,255**	118,037,452
Property and equipment	**6,570,980**	5,895,229
Right-of-use asset	**963,839**	574,639
Deferred tax asset	**42,861**	185,801
Income tax recoverable	**728,838**	1,075,825
Pension asset	**287,418**	1,204,525
Other assets	**119,997**	6,151,714
Total Assets	**404,663,374**	375,276,184
Liabilities and Equity		
Liabilities		
Customers' deposits	**324,297,255**	294,809,352
Due to parent company	**6,180,468**	10,372,920
Provisions and other liabilities	**8,175,296**	7,356,516
Lease liabilities	**1,260,362**	597,025
Total Liabilities	**339,913,381**	313,135,813
Equity		
Share capital	**20,178,995**	20,178,995
Statutory reserve	**15,999,563**	15,337,761
Other reserves	**3,226,940**	2,047,351
Retained earnings	**25,344,495**	24,576,264
Total Equity	**64,749,993**	62,140,371
Total Liabilities and Equity	**404,663,374**	375,276,184

Approved for issue by the Board of Directors on January 2, 2024 and signed on its behalf by:

Chairman

Director

Director

ACB Grenada Bank Ltd.
Summary Statement of Comprehensive Income
For the year ended September 30, 2022

(expressed in Eastern Caribbean dollars)

	2022 $	2021 $
Interest income		
Income from loans and advances	**7,621,754**	7,410,848
Income from securities and from deposits with other banks	**2,851,622**	1,239,410
	10,473,376	8,650,258
Interest expense		
Customers' deposits	**2,332,066**	2,253,679
Interest expense – lease liability	**22,058**	12,769
	2,354,124	2,266,448
Net interest income	**8,119,252**	6,383,810
Other operating income	**5,563,554**	7,211,480
Total income	**13,682,806**	13,595,290
General and administrative expenses	**9,400,685**	10,600,540
Recovery of credit losses, net	**(1,639,096)**	(5,589,049)
Provision for/ (recovery of) other financial assets	**21,811**	(115,198)
Directors' fees & expenses	**145,220**	85,139
Management fees	**900,000**	602,255
Depreciation of property and equipment	**403,695**	500,877
Depreciation of right-of-use asset	**378,102**	229,641
Total expenses	**9,610,417**	6,314,205
Income before taxation	**4,072,389**	7,281,085
Taxation charge	**(763,377)**	(1,211,685)
Net income after taxation	**3,309,012**	6,069,400

ACB Grenada Bank Ltd.
Summary Statement of Comprehensive Income…*continued*
As of September 30, 2022

Expressed in Eastern Caribbean dollars

	2022 $	2021 $
Net income after taxation	**3,309,012**	6,069,400
Other comprehensive income, net of taxes:		
Items that will not be reclassified subsequently to profit or loss, net of tax:		
Remeasurement (loss)/gain on post-retirement benefit liability (net of taxes, $36,417 (2021: $130,717)	**(93,642)**	336,131
Remeasurement (loss)/gain on pension liability (net of taxes, $310,396 (2021: $523,466)	**(798,165)**	1,346,059
Property revaluation adjustment	**–**	220,413
Net change in unrealised gains on equity securities at fair value through other comprehensive income (net of taxes, $74,829 (2021: $Nil)	**192,417**	–
Other comprehensive (loss)/income for the year, net of taxes	**(699,390)**	1,902,603
Total comprehensive income for the year	**2,609,622**	7,972,003
Basic and diluted earnings per share	**0.16**	0.30

ACB Grenada Bank Ltd.

Summary Statement of Changes in Equity
As of September 30, 2022

Expressed in Eastern Caribbean dollars

	Share Capital $	Statutory reserve $	Other reserves $	Retained earnings $	Total equity $
Balance as of November 1, 2020	20,178,995	14,123,881	144,748	19,471,162	53,918,786
Net income after taxation for the period	–	–	–	6,069,400	6,069,400
Opening retained Earnings Adjustment	–	–	–	249,582	249,582
Other comprehensive income:					
- Revaluation gain on PPE	–	–	220,413	–	220,413
- Remeasurement of post-retirement benefit obligation	–	–	336,131	–	336,131
- Remeasurement of pension benefit liability	–	–	1,346,059	–	1,346,059
Total Comprehensive income for the period	–	–	1,902,603	–	1,902,603
Transfer to statutory reserve	–	1,213,880	–	(1,213,880)	–
Balance as of September 30, 2021	**20,178,995**	**15,337,761**	**2,047,351**	**24,576,264**	**62,140,371**
Net income after taxation for the year	–	–	–	3,309,012	3,309,012
Other comprehensive income:					
- Change in fair value on equity securities	–	–	192,417	–	192,417
- Remeasurement of post- retirement benefit obligation	–	–	(93,642)	–	(93,642)
- Remeasurement of pension benefit liability	–	–	(798,165)	–	(798,165)
Total comprehensive loss for the year	–	–	(699,390)	–	(699,390)
Reserve for interest recognized on impaired loans	–	–	1,878,979	(1,878,979)	–
Transfer to statutory reserve	–	661,802	–	(661,802)	–
Balance as of September 30, 2022	**20,178,995**	**15,999,563**	**3,226,940**	**25,344,495**	**64,749,993**

ACB Grenada Bank Ltd.

Summary Statement of Cash Flows
As of September 30, 2022

Expressed in Eastern Caribbean dollars

	2022 $	2021 $
Cash flows from operating activities		
Operating income before taxation	**4,072,389**	7,281,085
Items not affecting cash:		
(Recovery of) provision for credit losses	**(1,768,134)**	(5,704,247)
Depreciation	**781,797**	730,518
Gains on securities	**615,410**	(490,318)
Impairment loss on investments	**150,848**	–
Retirement benefit contribution	**(158,872)**	(58,946)
Retirement benefit expenses	**–**	30,825
Pension income	**(162,640)**	(316,794)
Property, plant and equipment revaluation	**–**	(220,413)
Loss on disposal of property and equipment	**–**	123,724
Interest expense	**2,354,124**	–
Interest income	**(10,473,377)**	–
Income tax expense	**546,873**	1,211,685
Cash flows (used in)/from operating activities before changes in operating assets and liabilities	**(4,041,582)**	2,587,119
Change in statutory deposit with the Central Bank	**(1,769,274)**	(8,062,000)
Change in loans and advances	**(262,026)**	9,457,937
Change in other assets and other receivables	**4,717,543**	1,435,306
Change in lease liability	**641,280**	–
Change in deposits due to customers	**29,812,488**	(1,239,609)
Change in due to parent company	**(4,192,452)**	10,372,920
Changes in due from banks	**(5,437,260)**	(2,984,171)
Change in provisions and other liabilities	**1,287,088**	(2,428,235)
Cash flows from operating activities before interest	**20,735,805**	9,139,267
Interest received	**9,394,476**	10,131,063
Interest paid	**(2,656,651)**	(2,601,794)
Taxes paid	**–**	(865,825)
Payment of lease liabilities	**(468,309)**	(92,922)
Pension contributions, net	**–**	58,946
Net cash flows from operating activities	**27,025,321**	15,768,735

ACB Grenada Bank Ltd.

Summary Statement of Cash Flows…*continued*
As of September 30, 2022

Expressed in Eastern Caribbean dollars

	2022 $	2021 $
Cash flows from investing activities		
Purchase of property and equipment	**(1,079,447)**	–
Purchase and redemption of investment securities (net)	**(14,795,227)**	(217,389)
Net cash flows used in investing activities	**(15,874,674)**	(217,389)
Net increase in cash and cash equivalents	**11,150,647**	15,551,346
Cash and cash equivalents, beginning of year	**191,971,662**	176,420,316
Cash and cash equivalents, end of year	**203,122,309**	191,971,662

ACB Grenada Bank Ltd

Note to the Summary of Financial Statement
As of September 30, 2022

Expressed in Eastern Caribbean dollars

1 Basis of preparation

These summary financial statements are derived from the audited financial statements of ACB Grenada Bank Ltd. for the year ended September 30, 2022.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading these summary financial statements and the auditors' report thereon, therefore is not a substitute for reading the audited financial statements and the auditors' report thereon dated January 5, 2024.