

10 Year Financial Statistical Review

	2016	2015	2014	2013
Consolidated Income Statement Summary (J\$'000)				
Net profit	14,448,560	12,301,790	12,327,120	8,578,858
Gross operating income	65,753,693	61,183,893	57,422,834	48,941,802
Operating income	52,057,709	47,472,915	43,253,649	37,965,583
Net interest income	28,123,770	25,964,030	24,660,667	23,558,986
Non-interest income	23,933,939	21,508,885	18,592,982	14,406,597
Operating expenses	33,961,637	31,471,734	29,336,942	27,775,657
Staff costs	13,809,023	11,942,482	11,523,930	11,226,597
Provision for credit losses	612,355	1,799,158	2,226,949	2,066,260
Depreciation and amortisation	1,899,414	1,563,551	1,247,403	1,209,971
Taxation expenses	4,479,992	4,082,309	3,142,766	2,472,246

Consolidated Statement of Financial Position Summary (J\$'000)				
Total assets	607,669,433	523,815,161	499,345,092	446,575,055
Loans and advances, net of provision for credit losses	189,055,786	165,404,606	157,630,000	141,150,312
Investment securities	275,669,540	275,987,700	264,170,757	234,437,453
Statutory reserves with Central Banks	29,832,265	23,247,218	22,833,217	20,392,153
Customer deposits	273,965,888	227,850,985	202,162,392	178,411,021
Liabilities under annuity and insurance contracts	35,282,653	34,689,274	34,230,910	33,914,506
Repurchase agreements	105,974,938	100,004,008	134,690,626	117,377,395
Obligations under securitisation arrangements	47,899,756	44,292,064	13,885,577	10,101,032
Equity	103,105,309	88,394,211	81,846,383	72,516,720
Statutory capital base (NCB Jamaica) ⁽¹⁾	42,598,365	33,788,365	32,408,365	31,029,022

Profitability Ratios (%)				
Return on average equity ⁽²⁾	15.09%	14.45%	15.97%	12.40%
Return on average total assets ⁽³⁾	2.55%	2.40%	2.61%	2.08%
Non-interest income to operating income	45.98%	45.31%	42.99%	37.95%
Effective tax rate ⁽⁴⁾	23.67%	24.92%	20.32%	22.37%
Cost to income ratio ⁽⁵⁾	64.06%	62.34%	62.21%	67.49%

Stock Unit Information (J\$)				
Earnings per stock unit ⁽⁶⁾	\$6.35	\$5.01	\$3.49	\$4.08
Dividends paid per stock unit	\$2.35	\$1.18	\$1.11	\$1.10
Book value per stock unit	\$41.89	\$33.25	\$29.46	\$26.77
Share price at September 30 - Jamaica Stock Exchange (JSE)	\$ 41.50	\$ 17.94	\$ 19.00	\$ 21.90
Share price at September 30 - Trinidad & Tobago Stock Exchange (TTSE)	TT\$2.60	TT\$1.00	TT\$1.13	TT\$1.60

(1) Statutory capital base is calculated as the sum of share capital, retained earnings reserve and banking reserve, for the Bank on a stand-alone basis.

(2) Return on average equity is calculated as net profit divided by average equity (equity at the end of the financial year plus equity at the end of the prior financial year, divided by two).

(3) Return on average total assets is calculated as net profit divided by average total assets (total assets at the end of the financial year plus total assets at the end of the prior financial year, divided by two).

	2012	2011	2010	2009	2008	2007
	10,045,862	13,885,301	11,074,798	10,248,185	8,701,173	6,601,426
	44,425,230	44,791,704	43,023,151	44,868,803	39,255,256	33,752,955
	34,546,949	34,672,196	29,423,355	27,272,322	24,806,110	20,551,579
	21,784,090	21,150,860	20,649,643	18,879,974	15,826,304	12,796,777
	12,762,859	13,521,336	8,773,712	8,392,348	9,084,754	7,754,802
	22,366,253	19,184,458	16,135,955	14,100,596	14,162,202	12,128,301
	9,755,916	9,240,116	9,252,662	7,989,772	7,281,304	6,987,550
	2,462,811	768,881	947,962	1,027,634	468,287	277,603
	812,512	580,132	528,333	593,538	725,936	889,246
	3,070,027	3,704,793	2,413,315	2,885,450	2,072,836	1,992,418

	379,435,519	359,618,113	334,970,011	315,096,477	291,153,397	254,183,354
	111,904,854	91,728,138	85,995,102	88,178,270	82,169,396	56,525,564
	210,653,557	204,748,127	200,132,984	167,718,957	154,571,682	142,955,539
	17,727,899	16,068,630	15,084,579	16,181,485	11,724,910	10,314,256
	162,930,350	155,800,401	144,283,158	130,331,351	126,099,896	118,518,051
	25,194,324	23,564,275	20,405,624	19,114,764	16,533,984	14,487,602
	101,890,449	84,075,103	85,292,763	77,374,431	69,619,957	51,305,167
	2,593,201	14,378,119	20,456,162	27,157,180	26,259,740	26,409,833
	65,895,952	61,977,264	48,807,933	41,015,946	31,312,662	28,554,026
	26,992,022	23,881,159	20,541,698	19,703,594	19,004,492	13,592,492

	15.71%	25.07%	24.66%	28.34%	29.07%	24.84%
	2.72%	4.00%	3.41%	3.38%	3.19%	2.77%
	36.94%	39.00%	29.82%	30.77%	36.62%	37.73%
	23.41%	21.06%	17.89%	21.97%	19.49%	23.18%
	56.26%	52.36%	51.53%	47.93%	50.25%	57.27%

	\$5.64	\$4.50	\$4.16	\$3.54	\$2.68	\$2.68
	\$1.36	\$1.90	\$0.88	\$1.14	\$0.73	\$0.73
	\$25.18	\$19.83	\$16.66	\$12.72	\$11.60	\$11.60
	\$ 27.29	\$ 17.51	\$ 13.00	\$ 20.00	\$ 22.40	\$ 22.40
	TT\$2.09	TT\$1.50	TT\$0.95	TT\$1.85	TT\$1.95	TT\$1.95

(4) Effective tax rate is calculated as taxation expenses divided by profit before taxation.

(5) Cost to income ratio is calculated as staff costs, depreciation, policyholders & annuitants benefits & reserves and other operating expenses divided by total operating income.

(6) Earnings per stock unit is calculated as net profit divided by weighted average shares outstanding for the relevant financial year.

10 Year Financial Statistical Review

cont'd

	2016	2015	2014	2013
Stock Unit Information (J\$) cont'd				
Price earnings ratio	6.54	5.50	3.59	5.46
Dividends paid [J\$'000]	5,796,892	5,698,222	2,910,780	2,738,107
Dividend yield (payment date) [%]	5.66%	8.39%	6.58%	5.84%
Dividend payout ratio (payment date) [%]	37.01%	46.20%	23.60%	31.90%
Total annual shareholder return [%]	59.34%	66.28%	0.63%	(8.17%)

Capital Ratios (%)

Risk-based capital adequacy ratio (NCB Jamaica) ⁽⁷⁾	12.69%	12.72%	12.94%	12.58%
Capital to risk weighted assets (NCB Capital Markets) ⁽⁸⁾	33.80%	35.30%	28.60%	20.90%
Minimum continuing capital surplus ratio (NCB Insurance) ⁽⁹⁾	496.69%	610.70%	681.22%	845.00%
Minimum capital test (Advantage General Insurance) ⁽¹⁰⁾	356.82%	341.00%	330.48%	251.71%
Equity to total assets	16.97%	16.88%	16.39%	16.24%

Asset Quality Ratios (%)

Non-performing loans as a percentage of gross loans and advances ⁽¹¹⁾	3.14%	5.05%	5.37%	4.84%
Non-performing loans as a percentage of total assets	0.99%	1.63%	1.74%	1.56%
Non-performing loans as a percentage of equity	5.86%	9.66%	10.62%	9.60%
Total provision for credit losses as a percentage of non-performing loans	136.18%	118.72%	118.32%	120.13%
Total provision for credit losses as a percentage of gross loans and advances	4.28%	5.99%	6.35%	5.82%

Consolidated Statement of Financial Position Ratios (%)

Loans and advances, net of provision for credit losses, as a percentage of total assets	31.11%	31.58%	31.57%	31.61%
Investment securities as a percentage of total assets	45.37%	52.69%	52.90%	52.50%
Fixed and intangible assets as a percentage of total assets	1.96%	2.07%	1.96%	1.85%
Loans and advances, net of provision for credit losses, as a percentage of customer deposits	69.01%	72.59%	77.97%	79.12%
Liquid assets as a percentage of customer deposits ⁽¹²⁾	35.20%	44.29%	37.86%	37.45%

Other Statistics

JSE Index at September 30	164,482.25	96,324.59	72,238.36	84,500.20
JSE Index annual movement (Twelve months ended September 30) [%]	70.76%	33.34%	(14.51%)	(3.08%)
Inflation Rate (Twelve months ended September 30) [%]	1.83%	1.81%	9.03%	10.45%
USD foreign exchange rate at September 30	127.93	118.70	112.53	103.23

* Restated to conform to the 2015 financial statements presentation format.

(7) Risk-based capital adequacy ratio (Bank only) is calculated as qualifying capital divided by total risk weighted assets. Qualifying capital is the sum of Tier 1 and Tier 2 capital less prescribed deductions for investment in associated companies and subsidiaries, intangible assets and any accumulated losses in subsidiaries. Under Bank of Jamaica (BOJ) regulations, the overall minimum capital to be maintained in relation to risk weighted assets is 10% for banks. However, BOJ requires us to maintain a risk-weighted capital adequacy ratio of 12.5% due to, among other factors, our status as a systemically important financial institution (SIFI) in Jamaica.

(8) Capital to risk weighted assets (NCB Capital Markets only) is calculated as qualifying capital divided by total risk assessed assets. Under Financial Services Commission regulations, the overall minimum capital to be maintained in relation to risk assessed assets is 10%.

(9) Minimum continuing capital surplus ratio (MCCSR) (NCB Insurance only) is a risk-based formula calculated by the Appointed Actuary that compares available capital and surplus to a minimum requirement set by the Financial Services Commission (FSC) in regard to the asset and liability profile of the company. Under Financial Services Commission regulations, the overall minimum required to be maintained is 250%.

	2012	2011	2010	2009	2008	2007
	5.37	4.84	3.89	3.12	5.66	8.35
	2,713,439	3,354,797	4,686,850	2,170,750	2,812,110	1,800,737
	5.02%	4.98%	10.85%	6.77%	5.70%	3.26%
	26.96%	24.11%	42.23%	21.14%	32.24%	27.21%
	(15.72%)	63.62%	49.31%	(30.60%)	(5.62%)	27.02%

	12.96%	15.18%	16.30%	14.61%	14.58%	14.33%
	26.20%	35.71%	97.82%	60.75%	77.88%	99.86%
	988.00%	1282.26%	1028.74%			
	n/a	n/a	n/a	n/a	n/a	n/a
	17.37%	17.23%	14.57%	13.02%	10.75%	11.23%

	7.14%	7.16%	3.45%	2.61%	2.34%	2.56%
	2.18%	1.87%	0.90%	0.74%	0.67%	0.58%
	12.55%	10.87%	6.21%	5.71%	6.25%	5.17%
	113.94%	115.91%	136.29%	147.26%	152.88%	150.99%
	8.14%	8.29%	4.70%	3.84%	3.57%	3.86%

	29.49%	25.51%	25.67%	27.98%	28.22%	22.24%
	55.52%	56.93%	59.75%	53.23%	53.09%	56.24%
	1.68%	1.45%	1.34%	1.35%	1.41%	1.60%
	68.68%	58.88%	59.60%	67.66%	65.16%	47.69%
	32.32%	40.91%	42.40%	33.22%	37.56%	32.72%

	87,188.38	91,731.84	83,613.08	79,928.03	102,018.87	96,299.84
	(4.95%)	9.71%	4.61%	(21.65%)	5.94%	11.72%
	6.65%	8.05%	11.28%	7.18%	25.34%	9.01%
	89.72	86.12	86.02	88.87	72.48	70.22

(10) Minimum Capital Test (MCT) (Advantage General Insurance Company (AGIC) only) is a risk-based formula that compares available capital and surplus to a minimum requirement set by the Financial Services Commission (FSC) in regard to the asset and liability profile of the company. The FSC currently requires a minimum ratio of 250%. AGIC was acquired in February 2013.

(11) Non-performing loans are loans as to which there have been no payments of principal or interest for 90 days or more.

(12) Liquid assets consist of cash in hand and balances at Bank of Jamaica, investment securities with maturities of less than nine months, any assets specially designated as liquid by the Bank of Jamaica and balances due from other banks.