Kingston, Jamaica – December 18, 2024

INVESTOR RELEASE

NCB FINANCIAL GROUP LIMITED RELEASES AUDITED FINANCIAL STATEMENTS FOR YEAR ENDED SEPTEMBER 30, 2024

NCB Financial Group Limited (NCBFG) announces the release of its audited financial statements for NCBFG and its subsidiaries (the Group) for the year ended September 30, 2024.

Subsequent to the release of the Group's interim accounts on November 14, 2024, the financial statements were further updated in relation to the adoption of IFRS 17 'Insurance Contracts' and correcting adjustments and non-credit provisions impacting both September 2024 and September 2023. The updates/adjustments impacted both the consolidated income statement, consolidated statement of financial position, along with the related notes. For ease of reference, we have attached the consolidated income statement and consolidated statement of financial position, showing the change between the release on November 14, 2024, and the final audited accounts. In addition, reference can also be made to Note 54 in the audited accounts in relation to the prior year restatement.

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About NCB Financial Group

NCB Financial Group Limited was incorporated in April 2016 to be licensed under the Banking Services Act as the financial holding company for National Commercial Bank Jamaica Limited ("NCBJ"). The NCB Group is the largest and most profitable financial services group in Jamaica, with roots dating back to 1837. Through the bank (NCBJ) and the Group's wealth management, life and general insurance, and banking subsidiaries in the region, the NCB Group provides a wide array of financial products and services to meet the needs of individual and business clients. The NCB Group includes NCBJ, NCB Capital Markets Limited and its subsidiaries in Barbados and Cayman, NCB Insurance Agency & Fund Managers Limited, NCB (Cayman) Limited, TFOB (2021) Limited, Clarien Group Limited and its subsidiaries in Bermuda, Guardian Holdings Limited and its subsidiaries as well as NCB Merchant Bank (Trinidad and Tobago) Limited in Trinidad and Tobago.

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NCB Financial Group Limited

Consolidated Income Statement

Year ended September 30, 2024

(expressed in Jamaican dollars unless otherwise indicated)

	As previously reported	Change	Audited financial statements	As previously reported	Change	Audited financial statements
	2024	2024	2024	2023	2023	2023
	$'000	$'000	$'000	$'000	$'000	$'000
Operating income						
Banking and investment activities						
Interest income	107,488,761	-	107,488,761	97,729,347	-	97,729,347
Interest expense	(47,046,292)	-	(47,046,292)	(38,591,535)	-	(38,591,535)
Net interest income	60,442,469	-	60,442,469	59,137,812	-	59,137,812
Fee and commission income	43,433,706	-	43,433,706	39,810,332	-	39,810,332
Fee and commission expense	(12,759,662)	-	(12,759,662)	(11,251,530)	-	(11,251,530)
Net fee and commission income	30,674,044	-	30,674,044	28,558,802	-	28,558,802
Gain on foreign currency and investment activities	32,606,469	-	32,606,469	29,599,920	(3,265,130)	26,334,790
Gain on reclassification of financial assets measured at amortised cost to fair value through profit or loss	-	-	-	-	3,265,130	3,265,130
Credit impairment losses	(8,701,833)	-	(8,701,833)	(4,159,364)	-	(4,159,364)
Dividend income	2,830,114	-	2,830,114	2,896,492	-	2,896,492
Other operating income	3,185,587	-	3,185,587	2,499,150	-	2,499,150
	29,920,337	-	29,920,337	30,836,198	-	30,836,198
Net revenues from banking and investment activities	121,036,850	-	121,036,850	118,532,812	-	118,532,812
Insurance Activities						
Insurance revenue	134,034,735	-	134,034,735	119,061,565	-	119,061,565
Insurance service expenses	(91,386,712)	-	(91,386,712)	(79,556,380)	-	(79,556,380)
Net expenses from reinsurance contracts held	(24,128,849)	-	(24,128,849)	(24,977,060)	-	(24,977,060)
Insurance service results	18,519,174	-	18,519,174	14,528,125	-	14,528,125
		-				
Finance expenses from insurance contracts issued	(19,726,671)	-	(19,726,671)	(17,787,166)	-	(17,787,166)
Finance income from reinsurance contracts held	181,365	-	181,365	93,143	-	93,143
Net insurance finance expenses	(19,545,306)	-	(19,545,306)	(17,694,023)	-	(17,694,023)
Net Operating Income	120,010,718	-	120,010,718	115,366,914	-	115,366,914
Operating expenses						
Staff costs	50,178,822	-	50,178,822	60,860,676	-	60,860,676
Depreciation and amortisation	8,392,150	-	8,392,150	7,191,775	-	7,191,775
Finance cost	1,851,561	-	1,851,561	2,146,310	-	2,146,310
Other operating expenses	31,740,954	2,521,529	34,262,483	33,050,398	1,174,999	34,225,397
	92,163,487	2,521,529	94,685,016	103,249,159	1,174,999	104,424,158
Operating profit	27,847,231	(2,521,529)	25,325,702	12,117,755	(1,174,999)	10,942,756
Share of profit of associates	483,495	-	483,495	218,948	-	218,948
Profit before taxation	28,330,726	(2,521,529)	25,809,197	12,336,703	(1,174,999)	11,161,704
Taxation	(5,080,096)	840,426	(4,239,670)	(3,839,821)	391,627	(3,448,194)
NET PROFIT	23,250,630	(1,681,103)	21,569,527	8,496,882	(783,372)	7,713,510
Attributable to:						
Stockholders of the parent	15,021,457	(1,681,103)	13,340,354	3,290,563	(783,372)	2,507,191
Non-controlling interest	8,229,173	-	8,229,173	5,206,319	-	5,206,319
	23,250,630	(1,681,103)	21,569,527	8,496,882	(783,372)	7,713,510
Earnings per stock unit						
Restated - basic and diluted (expressed in $)	6.33	(0.71)	5.62	1.39	(0.33)	1.06
As previously stated - basic and diluted (expressed in $)	-	-	-	-	3.30	3.30

NCB Financial Group Limited

Consolidated Statement of Financial Position

September 30, 2024

(expressed in Jamaican dollars unless otherwise indicated)

	As previously reported	Change	Audited financial statements	As previously reported	Change	Audited financial statements
	2024	2024	2024	2023	2023	2023
	$'000	$'000	$'000	$'000	$'000	$'000
ASSETS						
Cash in hand and balances at Central Banks	95,650,691	-	95,650,691	80,955,679	-	80,955,679
Due from banks	161,497,553	(108,918)	161,388,635	140,018,076	-	140,018,076
Derivative financial instruments	1,492,033	-	1,492,033	826,738	-	826,738
Reverse repurchase agreements	5,610,152	(1,265)	5,608,887	8,765,450	-	8,765,450
Loans and advances, net of credit impairment losses	626,239,912	24	626,239,936	612,689,129	-	612,689,129
Investment securities	917,862,459	(966,692)	916,895,767	830,381,205	-	830,381,205
Pledged assets	256,966,333	502,811	257,469,144	284,365,972	-	284,365,972
Investment in associates	8,921,628	836,416	9,758,044	7,247,770	-	7,247,770
Investment properties	37,486,987	-	37,486,987	36,593,367	-	36,593,367
Intangible assets	52,775,068	1,515,322	54,290,390	53,981,856	-	53,981,856
Property, plant and equipment	29,888,985	(1,515,322)	28,373,663	29,143,357	-	29,143,357
Right-of-use assets	4,234,591	-	4,234,591	4,979,706	-	4,979,706
Properties for development and sale	3,653,895	-	3,653,895	4,151,956	-	4,151,956
Insurance contract assets	2,516,590	-	2,516,590	2,391,605	-	2,391,605
Reinsurance contract assets	22,884,452	-	22,884,452	20,246,828	-	20,246,828
Deferred income tax assets	23,487,618	-	23,487,618	22,710,582	-	22,710,582
Income tax recoverable	7,795,051	1,231,982	9,027,033	8,399,126	391,627	8,790,753
Letters of credit and undertaking	4,337,120	-	4,337,120	5,179,547	-	5,179,547
Other assets	52,124,833	(909,464)	51,215,369	45,670,822	-	45,670,822
Total Assets	**2,315,425,951**	**584,894**	**2,316,010,845**	**2,198,698,771**	**391,627**	**2,199,090,398**
LIABILITIES						
Due to banks	20,894,419	(1,283,890)	19,610,529	31,932,470	-	31,932,470
Customer deposits	783,966,976	-	783,966,976	747,872,120	-	747,872,120
Repurchase agreements	300,495,327	(972,986)	299,522,341	280,713,881	(959,517)	279,754,364
Obligations under securitisation arrangements	92,999,381	-	92,999,381	98,195,007	-	98,195,007
Derivative financial instruments	-	-	-	9,192	-	9,192
Other borrowed funds	186,947,312	1,876,197	188,823,509	179,647,541	-	179,647,541
Income tax payable	-	-	-	559,310	-	559,310
Deferred income tax liabilities	6,986,478	-	6,986,478	7,917,263	-	7,917,263
Third party interests in mutual funds	37,698,993	-	37,698,993	38,910,757	-	38,910,757
Investment contract liabilities	48,467,665	-	48,467,665	47,085,621	-	47,085,621
Reinsurance contract liabilities	2,388,610	-	2,388,610	3,508,372	-	3,508,372
Insurance contract liabilities	544,577,920	(909,464)	543,668,456	510,957,462	-	510,957,462
Post-employment benefit obligations	8,090,749	-	8,090,749	7,811,438	-	7,811,438
Letters of credit and undertaking	4,337,120	-	4,337,120	5,179,547	-	5,179,547
Lease liabilities	4,280,559	-	4,280,559	5,002,161	-	5,002,161
Other liabilities	60,399,532	4,027,139	64,426,671	61,866,911	2,134,516	64,001,427
Total Liabilities	**2,102,531,041**	**2,736,996**	**2,105,268,037**	**2,027,169,053**	**1,174,999**	**2,028,344,052**
STOCKHOLDERS' EQUITY						
Share capital	161,170,899	-	161,170,899	153,827,330	-	153,827,330
Treasury shares	(25,674,883)	-	(25,674,883)	(25,674,883)	-	(25,674,883)
Reserves from the scheme of arrangement	(147,034,858)	-	(147,034,858)	(147,034,858)	-	(147,034,858)
Fair value and capital reserves	(440,438)	6,249,385	5,808,947	(16,612,590)	6,415,548	(10,197,042)
Insurance finance reserves	15,529,719	(5,937,012)	9,592,707	16,781,449	(6,415,548)	10,365,901
Loan loss reserve	2,954,297	-	2,954,297	5,753,840	-	5,753,840
Banking reserve fund	18,003,840	-	18,003,840	6,933,408	-	6,933,408
Retained earnings reserve	65,544,904	-	65,544,904	75,270,000	-	75,270,000
Retained earnings	84,393,124	(2,464,475)	81,928,649	73,662,516	(783,372)	72,879,144
Equity attributable to shareholders of the parent	**174,446,604**	**(2,152,102)**	**172,294,502**	**142,906,212**	**(783,372)**	**142,122,840**
Non-controlling interest	38,448,306	-	38,448,306	28,623,506	-	28,623,506
Total stockholders' equity	**212,894,910**	**(2,152,102)**	**210,742,808**	**171,529,718**	**(783,372)**	**170,746,346**
Total stockholders' equity and liabilities	**2,315,425,951**	**584,894**	**2,316,010,845**	**2,198,698,771**	**391,627**	**2,199,090,398**