

Police & Nurses Limited Unaudited Half Yearly Results to 31 December 2020

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Police & Nurses Limited (P&N Group) is pleased to announce its unaudited half year financial results to 31 December 2020.

Key highlights

Net profit after tax of \$6.3m for the first half of the year.



Loan portfolio up 3% annualised in a competitive market, funded by 15% annualised growth in deposits.

Completion of major systems integration between P&N Bank and bcu.



Actual impairment charges lower (the significant COVID-19 provisions made in FY20 have not been required).

Commentary

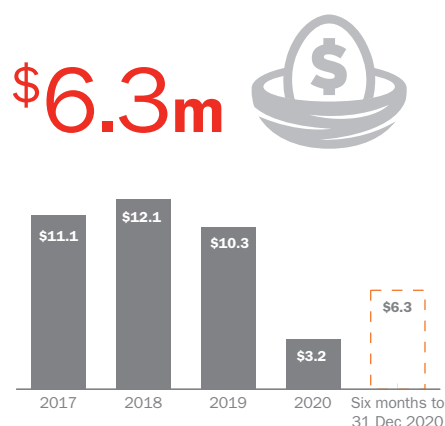
P&N Group CEO Andrew Hadley said the half-yearly results placed the Group in good financial shape and ahead of budget, with net profit after tax of \$6.3 million for the first half of the financial year.

"We took a prudent approach to our full year financial results in 2020 in the midst of continuing uncertainty on the impacts of the COVID-19 pandemic," Mr Hadley said.

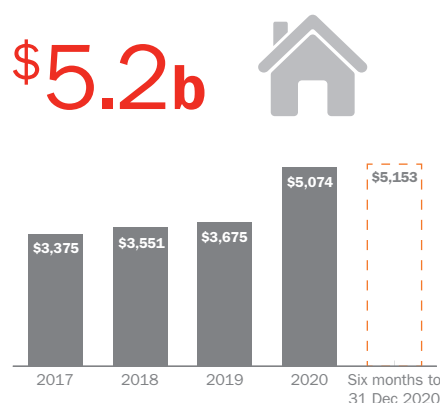
"The \$10.7 million of COVID-19 provisions we set aside in FY20 have not been used, with the majority of customers successfully resuming normal payments. Of the 6% of customers initially offered payment deferrals, only a handful of customers remain on relief packages.

"The Group continues to have strong liquidity and capital, with deposits increasing to \$5.3 billion (15% annualised)."

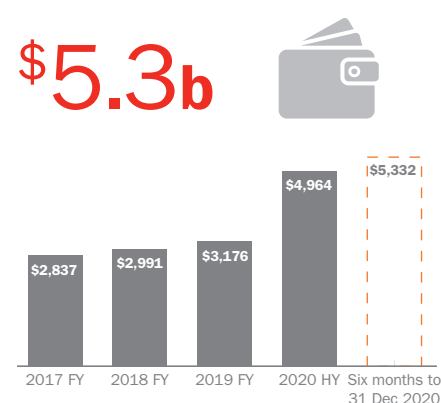
Net profit after tax of



Loans and advances increased by **1.5%*** to



Continue to be well-funded, with Group deposits **up 7.4%*** to



Across the Group

34
Branches and stores across QLD, NSW and WA

524
Total number of employees

161,175
Members – **up 2.7%**

*Comparative period June 2020.