



FirstCaribbean International Bank (Bahamas) Limited

**Chairman's Review
Of the Results
For the six months ended April 30, 2009**

The consolidated net income of FirstCaribbean International Bank (Bahamas) Limited for the six months ended April 30, 2009 was \$29.8 million, \$800k less than last year's \$30.6 million. Earnings per share for the period was 30.124.8 cents.

Net interest income (NII) was \$70.7 million, as compared to \$71.2 million earned for the same period last year. This result reflects the year-over-year movements in balance sheet aggregates and rates.

Results for the period were impacted by the increase in loan loss expense. In keeping with the Bank's provisioning policies, and acknowledging the current economic conditions, loan loss expense was \$14.1 million, compared to \$6.3 million for the prior period.

Operating expenses were \$34.5 million compared to \$32.5 million last year. The variance primarily reflects the contracted increases in salaries and benefits, and increased bank license fees. Proactive management of controllable expenses continues.

These results reflect current economic conditions and are in line with management's expectation.

The Directors have declared an interim dividend of 15 cents per share payable on June 29, 2009 to shareholders of record at the close of business on June 19, 2009.

We thank our customers and shareholders for their continuing loyalty and patronage and our dedicated staff for their contribution.

Michael K. Mansoor
Chairman

**FirstCaribbean International Bank (Bahamas) Limited
Consolidated Balance Sheet
B\$'000**

	Unaudited April 30, 2009	Unaudited April 30, 2008	Audited October 31, 2008
Assets			
Cash and due from banks	220,092	798,924	259,951
Securities	730,864	1,212,527	1,081,872
Loans and advances to customers	2,581,433	2,449,318	2,539,072
Goodwill	187,747	187,747	187,747
Property and equipment	25,700	26,478	25,913
Other assets	81,174	83,256	43,435
Total assets	3,827,010	4,758,250	4,137,990
Liabilities			
Deposits	3,067,465	4,017,432	3,445,010
Other borrowed funds (Note 3)	40,814	-	-
Other liabilities	77,433	57,396	47,168
Debt securities in issue (Note 4)	-	20,610	-
Total liabilities	3,185,712	4,095,438	3,492,178
Equity			
Share capital & reserves	406,836	453,485	477,230
Retained earnings	234,462	209,327	168,582
	641,298	662,812	645,812
Total liabilities and equity	3,827,010	4,758,250	4,137,990

Director

Director

**FirstCaribbean International Bank (Bahamas) Limited
Consolidated Statement of Income
B\$'000**

	Unaudited Quarter Ended		Unaudited Six Months Ended		Audited Year Ended
	April 30, 2009	April 30, 2008	April 30, 2009	April 30, 2008	October 31, 2008
Total interest income	51,407	65,305	111,886	130,664	263,605
Total interest expense	(19,276)	(24,676)	(41,208)	(59,467)	(108,028)
Net interest income	32,131	40,629	70,678	71,197	155,577
Operating income	5,769	3,704	7,648	(1,798)	16,017
	37,900	44,333	78,326	69,399	171,594
Operating expenses	17,994	16,500	34,486	32,534	64,340
Loan loss expense	5,984	1,622	14,071	6,308	23,350
	23,978	18,122	48,557	38,842	87,690
Net income	13,922	26,211	29,769	30,557	83,904

Weighted average number of common shares outstanding for the period		120,216,264	120,216,204	120,216,204
Earnings per share (in cents)		24.8	25.4	69.8

**FirstCaribbean International Bank (Bahamas) Limited
Consolidated Statement of Changes in Equity
B\$'000**

	Share Capital & Reserves	Retained Earnings	Total
Balance at October 31, 2007	436,297	207,035	643,332
Net income for the period	-	30,557	30,557
Dividends	-	(30,054)	(30,054)
Revaluation reserve—available for sale investments	14,109	-	14,109
Release from statutory loan reserve	3,079	1,789	4,868
Balance as at April 30, 2008	453,485	209,327	662,812
Balance at October 31, 2008	413,847	231,965	645,812
Net income for the period	-	29,769	29,769
Dividends	-	(24,043)	(24,043)
Revaluation reserve—available for sale investments	(10,240)	-	(10,240)
Transfer to Statutory Reserve Fund - Turks & Caicos Islands	5,028	(5,028)	-
Release from statutory loan reserve	(1,799)	1,799	-
Balance at April 30, 2009	406,836	234,462	641,298

**FirstCaribbean International Bank (Bahamas) Limited
Consolidated Statement of Cash Flows
B\$'000**

	Unaudited Six Months Ended April 30, 2009	Unaudited Six Months Ended April 30, 2008	Audited Year Ended October 31, 2008
Net cash from (used in) operating activities	(49,365)	25,466	93,782
Net cash from financing activities	16,771	85,493	115,918
Net cash from (used in) investing activities	100,482	14,972	(391,955)
Net increase (decrease) in cash and cash equivalents	67,888	125,931	(137,941)
Cash and cash equivalents, beginning of period	98,763	180,084	236,704
Cash and cash equivalents, end of period	166,651	306,015	98,763

**FirstCaribbean International Bank (Bahamas) Limited
Notes to Consolidated Interim Financial Statements
Six Months Ended
April 30, 2009**

1. Accounting Policies

The accounting policies used in the preparation of these consolidated interim financial statements are consistent with those used in the annual financial statements for the year ended October 31, 2008.

The consolidated interim financial statements include the accounts of the following wholly owned subsidiaries:

- FirstCaribbean International Finance Corporation (Bahamas) Limited
- FirstCaribbean International (Bahamas) Nominees Company Limited
- FirstCaribbean International Land Holdings (TCI) Limited

2. Comparatives

Where necessary, comparative figures have been adjusted to comply with changes in presentation in the current year.

3. Other borrowed funds

Securities sold under agreements to repurchase at a specified future date ("repos"), are included in "Other borrowed funds". During the periods ended April 30, 2008 and October 31, 2008, the Bank had previously entered into repurchase agreements with maturities between November 2007 and February 2008. All such investment securities were liquidated prior to April 30, 2008 and October 31, 2008. During the current period, the Bank entered into new repurchase agreements.

4. Other liabilities

During the year ended October 31, 2007, the Bank issued \$20 million in redeemable floating rate notes, with interest payable at a rate of Bahamas Prime plus 0.75% per annum. The unsecured notes were scheduled to mature on November 3, 2011, but were subject to early redemption at the option of the Bank. The Bank exercised the early redemption clause and called the notes in September 2008.