

FirstCaribbean International Bank Limited



FIRSTCARIBBEAN
INTERNATIONAL BANK

Consolidated Financial Statements

For the year ended October 31, 2009 (expressed in thousands of United States dollars)

CHAIRMAN'S REVIEW

The Bank has delivered relatively strong results, despite the challenging economic environment, with net income attributable to its shareholders of \$171.2 million.

Total revenues were up by \$17.7 million compared to the prior year driven by higher operating income. This was partially offset by increases in operating expenses of \$6.1 million and increases in both loan loss expenses and taxation of \$11.4 million and \$4.8 million respectively.

Net interest income declined by \$24.8 million or 5% year on year mainly due to the impact of falling interest rates. While loans and advances to customers have remained relatively flat year on year, the investment portfolios have reduced as a result of dispositions by 31% and deposits and other borrowed funds have also declined by 6%.

Operating income exceeded the prior year by \$42.5 million or 46% primarily due to gains from repurchasing \$106 million of issued debt at less than par, the sale of investment securities as noted above, and a decline in mark to market losses.

Operating expenses benefited from a strong cost management focus which held the year on year increase to 2% despite normal inflationary increases in the region. This was primarily due to employee related costs, including previously negotiated wage increases, as well as, higher pension expenses. The efficiency ratio of 56% has also improved against the prior year of 57%.

The increase in taxation year on year was primarily due to a greater percentage of income being earned in higher tax jurisdictions.

The Directors have approved the payment of a final dividend of three United States cents per share (US\$0.03 per share) which will be payable to shareholders of record on December 17, 2009 on January 29, 2010. An interim dividend of three United States cents per share (US\$0.03 per share) was paid, bringing the total dividend for 2009 to six United States cents per share (US\$0.06 per share).

 Management, staff and most importantly our customers for their continuing support.

Michael K. Mansoor
Chairman

December 11, 2009

FORWARD-LOOKING STATEMENT DISCLOSURE

This report contains forward-looking statements, including statements about our financial condition, results of operations, earnings outlook, asset quality trends and profitability. Forward looking statements provide management's current expectations or forecasts of future events and, by their nature, are subject to assumptions, risks and uncertainties. Although management believes that the expectations and forecasts reflected in these forward-looking statements are reasonable, actual results could differ materially from those contained in or implied by such forward-looking statements due to a variety of factors including: (1) changes in interest rates; (2) changes in trade, monetary or fiscal policy; (3) changes in general economic conditions, or in the condition of the local economies in which we have significant operations or assets, which could, among other things, materially impact credit quality trends and our ability to generate loans; (4) increased competitive pressure among financial services companies; (5) the inability to successfully execute strategic initiatives designed to grow revenues and/or manage expenses; (6) consummation of significant business combinations or divestitures; (7) operational or risk management failures due to technological or other factors; (8) heightened regulatory practices, requirements or expectations; (9) new legal obligations or restrictions or unfavourable resolution of litigation; (10) adverse capital markets conditions; (11) disruption in the economy and general business climate as a result of terrorist activities or military actions; and (12) changes in accounting or tax practices or requirements. Forward-looking statements are not guarantees of future performance and should not be relied upon as representing management's views as of any subsequent date. We do not assume any obligation to update these forward-looking statements. For further information regarding FirstCaribbean International Bank Limited, please read FirstCaribbean International Bank Limited's financial and other reports that are available on the company's website at www.firstcaribbeanbank.com.

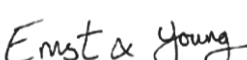
INDEPENDENT AUDITORS' REPORT

To the Shareholders of FirstCaribbean International Bank Limited

We have audited the consolidated financial statements of FirstCaribbean International Bank Limited and its subsidiaries ("The Group") for the year ended October 31, 2009 from which the summarised consolidated financial statements were derived, in accordance with International Standards on Auditing. In our report dated December 10, 2009, we expressed an unqualified opinion on the consolidated financial statements from which the summarised consolidated financial statements were derived.

In our opinion, the accompanying summarised consolidated financial statements are consistent, in all material respects, with the consolidated financial statements from which they were derived.

For a better understanding of the Group's consolidated financial position and the results of its operations for the period and of the scope of our audit, the summarised consolidated financial statements should be read in conjunction with the consolidated financial statements from which the summarised consolidated financial statements were derived and our audit report thereon.



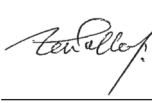
CHARTERED ACCOUNTANTS
Barbados
December 10, 2009

CONDENSED CONSOLIDATED BALANCE SHEET

	Audited October 31, 2009	Audited October 31, 2008
Assets		
Cash, balances with Central Banks and other banks	1,276,216	984,886
Financial assets at fair value through profit or loss	—	536,217
Loans and advances to customers	6,905,476	6,814,278
Investment securities	1,743,690	2,004,269
Property and equipment	120,988	127,156
Other assets	114,657	128,835
Intangible assets	341,550	344,513
Total assets	10,502,577	10,940,154
Liabilities		
Customer deposits	8,658,353	9,196,049
Other borrowed funds	38,489	23,735
Other liabilities	162,344	146,043
Debt securities in issue	124,622	238,532
Total liabilities	8,983,808	9,604,359
Equity		
Capital and reserves attributable to equity holders of the Parent		
Issued capital and reserves	870,581	744,852
Retained earnings	620,353	565,889
	1,490,934	1,310,741
Minority interest	27,835	25,054
	1,518,769	1,335,795
Total liabilities and equity	10,502,577	10,940,154

Note : Results have been converted to US\$ at an exchange rate of US\$1 = BBD\$2

Approved by the Board of Directors on December 10, 2009.



Sir Fred Gollop
Director



David Williamson
Director

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Parent					Total Equity
	Share Capital	Treasury Shares	Reserves	Retained Earnings	Minority Interest	
Balance at October 31, 2007	1,117,349	(1,418)	(300,248)	520,310	24,827	1,360,820
Foreign currency translation differences	—	—	483	(6,533)	(206)	(6,256)
Net change in available-for-sale investment securities	—	—	(100,543)	—	(1,455)	(101,998)
Total income and expense for the year recognised directly in equity	—	—	(100,060)	(6,533)	(1,661)	(108,254)
Net income for the year	—	—	—	175,276	4,477	179,753
Total income and expense for the year	—	—	(100,060)	168,743	2,816	71,499
Transfer to reserves	—	—	29,573	(29,573)	—	—
Net disposal of treasury shares	—	918	—	—	—	918
Share based payment reserves	—	—	(1,262)	—	—	(1,262)
Equity dividends	—	—	—	(93,591)	—	(93,591)
Dividends of subsidiaries	—	—	—	—	(2,589)	(2,589)
Balance at October 31, 2008	1,117,349	(500)	(371,997)	565,889	25,054	1,335,795
Balance at October 31, 2008	1,117,349	(500)	(371,997)	565,889	25,054	1,335,795
Foreign currency translation differences	—	—	(13,317)	—	(450)	(13,767)
Net change in available-for-sale investment securities	—	—	111,573	—	1,311	112,884
Total income and expense for the year recognised directly in equity	—	—	98,256	—	861	99,117
Net income for the year	—	—	—	171,223	3,978	175,201
Total income and expense for the year	—	—	98,256	171,223	4,839	274,318
Transfer to reserves	—	—	27,598	(27,598)	—	—
Net disposal of treasury shares	—	500	—	—	—	500
Share based payment reserves	—	—	(625)	—	—	(625)
Equity dividends	—	—	—	(89,161)	—	(89,161)
Dividends of subsidiaries	—	—	—	—	(2,058)	(2,058)
Balance at October 31, 2009	1,117,349	—	(246,768)	620,353	27,835	1,518,769

Note : Results have been converted to US\$ at an exchange rate of US\$1 = BBD\$2

CONDENSED CONSOLIDATED STATEMENT OF INCOME

	Audited Year Ended October 31, 2009	Audited Year Ended October 31, 2008
Interest income	614,812	722,971
Interest expense	181,317	264,684
Net interest income	433,495	458,287
Operating income	134,737	92,256
Total operating income	568,232	550,543
Operating expenses	319,718	313,592
Loan loss expenses	43,369	32,015
Amortisation of intangible assets	2,963	2,963
Total expenses	366,050	348,570
Income before taxation	202,182	201,973
Income tax expense	26,981	22,220
Net income for the year	175,201	179,753
Attributable to:		
Equity holders of the parent	171,223	175,276
Minority interest	3,978	4,477
Net income for the year	175,201	179,753
Net income per common share in cents attributable to the equity holders of the Parent		
- basic	11.2	11.5
- diluted	11.2	11.5

Note : Results have been converted to US\$ at an exchange rate of US\$1 = BBD\$2

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Audited Year Ended October 31, 2009	Audited Year Ended October 31, 2008
Net cash (used in)/from operating activities	(354,556)	84,511
Net cash from investing activities	514,335	460,261
Net cash used in financing activities	(183,525)	(885,963)
Net decrease in cash and cash equivalents for the year	(23,746)	(341,191)
Effect of exchange rate changes on cash and cash equivalents	(13,767)	(6,256)
Cash and cash equivalents, beginning of year	664,930	1,012,377
Cash and cash equivalents, end of year	627,417	664,930

Note : Results have been converted to US\$ at an exchange rate of US\$1 = BBD\$2

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Summary of significant accounting policies

Basis of presentation

The accompanying audited condensed consolidated financial statements of FirstCaribbean International Bank Limited (the Group) should be read in conjunction with the IFRS consolidated financial statements and notes thereto for the year ended October 31, 2009 as posted on our website (www.firstcaribbeanbank.com). For a description of the Group's significant accounting policies, see Note 2 of the aforementioned consolidated financial statements.