



FirstCaribbean International Bank (Bahamas) Limited
Chairman's Review
Of the Results
For the nine months ended July 31, 2010

The Bank's net income for the nine months ended July 31, 2010 was \$50.5 million, an increase of \$1.3 million or 3% over the prior year.

Decreases in net interest income and increases in operating and loan loss expenses were offset by increases in operating income.

Net interest income was down by \$10.2 million primarily due to lower average loans and securities volumes and interest rates. At the same time operating income was up by \$17.4 million due to non recurring gains on the sale of investment securities, lower mark to market losses and higher investment banking fees.

Operating expenses increased by \$1.9 million or 3.7%. While every effort is being made to work with our customers to manage their debt obligations, loan loss expenses have also increased as the credit portfolio is impacted by the current depressed economic conditions.

The Bank's risk based capital ratios continue to be strong and we remain poised to take advantage of future opportunities.

I thank the Board, management, staff and our customers for their continuing support.


Michael K. Mansoor
Chairman

FirstCaribbean International Bank (Bahamas) Limited
Condensed Consolidated Statement of Financial Position
BS'000

| | Unaudited July 31, 2010 | Unaudited July 31, 2009 | Audited October 31, 2009 |
|-------------------------------------|----------------------------|----------------------------|-----------------------------|
| Assets | | | |
| Cash and due from banks | 223,452 | 214,137 | 411,371 |
| Securities | 726,859 | 753,699 | 580,259 |
| Loans and advances to customers | 2,390,778 | 2,609,109 | 2,541,756 |
| Goodwill | 187,747 | 187,747 | 187,747 |
| Property and equipment | 25,574 | 26,141 | 26,009 |
| Other assets | 92,984 | 67,226 | 15,530 |
| Total assets | 3,647,394 | 3,858,059 | 3,762,672 |
| Liabilities | | | |
| Total deposits | 2,843,881 | 3,113,523 | 2,985,964 |
| Other liabilities | 88,241 | 61,158 | 69,527 |
| Total liabilities | 2,932,122 | 3,174,681 | 3,055,491 |
| Equity | | | |
| Share capital and reserves | 440,148 | 447,040 | 442,059 |
| Retained earnings | 275,124 | 236,338 | 265,122 |
| | 715,272 | 683,378 | 707,181 |
| Total liabilities and equity | 3,647,394 | 3,858,059 | 3,762,672 |


Director


Director

FirstCaribbean International Bank (Bahamas) Limited
Condensed Consolidated Statement of Changes in Equity
BS'000

| | Share Capital & Reserves | Retained Earnings | Total |
|---|-----------------------------|-------------------|----------------|
| Balance at October 31, 2008 | 413,847 | 231,965 | 645,812 |
| Total comprehensive income for the period | 30,437 | 49,205 | 79,642 |
| Dividends | - | (42,076) | (42,076) |
| Transfer to Statutory Reserve Fund - Turks & Caicos Islands | 5,028 | (5,028) | - |
| Transfer to Statutory Loan Reserve | (2,272) | 2,272 | - |
| Balance at July 31, 2009 | 447,040 | 236,338 | 683,378 |
| Balance at October 31, 2009 | 442,059 | 265,122 | 707,181 |
| Total comprehensive income for the period | (5,151) | 50,508 | 45,357 |
| Dividends | - | (37,266) | (37,266) |
| Transfer to Statutory Reserve Fund - Turks & Caicos Islands | 4,702 | (4,702) | - |
| Transfer to Statutory Loan Reserve | (1,462) | 1,462 | - |
| Balance at July 31, 2010 | 440,148 | 275,124 | 715,272 |

FirstCaribbean International Bank (Bahamas) Limited
Condensed Consolidated Statement of Income
BS'000

| | Unaudited Three Months Ended | | Unaudited Nine Months Ended | | Audited Year Ended |
|------------------------------------|---------------------------------|---------------|--------------------------------|---------------|-----------------------|
| | July 31, 2010 | July 31, 2009 | July 31, 2010 | July 31, 2009 | October 31, 2009 |
| Total interest income | 47,968 | 53,020 | 144,011 | 164,906 | 217,018 |
| Total interest expense | (16,198) | (17,729) | (48,256) | (58,937) | (74,125) |
| Net interest income | 31,770 | 35,291 | 95,755 | 105,969 | 142,893 |
| Operating income | 12,095 | 7,835 | 32,927 | 15,483 | 25,342 |
| | 43,865 | 43,126 | 128,682 | 121,452 | 168,235 |
| Operating expenses | 18,569 | 17,508 | 53,940 | 51,994 | 71,079 |
| Loan loss expense | 12,509 | 6,182 | 24,234 | 20,253 | 18,519 |
| | 31,078 | 23,690 | 78,174 | 72,247 | 89,598 |
| Net income for the period | 12,787 | 19,436 | 50,508 | 49,205 | 78,637 |
| Net income attributable to: | | | | | |
| Equity holders of the parent | 12,175 | 18,506 | 48,091 | 46,850 | 74,874 |
| Minority interest | 612 | 930 | 2,417 | 2,355 | 3,763 |
| | 12,787 | 19,436 | 50,508 | 49,205 | 78,637 |

| | July 31, 2010 | July 31, 2009 | July 31, 2010 | July 31, 2009 | October 31, 2009 |
|---|---------------|---------------|---------------|---------------|------------------|
| Weighted average number of common shares outstanding for the period | 120,216,204 | 120,216,204 | 120,216,204 | 120,216,204 | 120,216,204 |
| Earnings per share (in cents) | 10.6 | 16.2 | 42.0 | 40.9 | 65.4 |

FirstCaribbean International Bank (Bahamas) Limited
Condensed Consolidated Statement of Comprehensive Income
BS'000

| | Unaudited Three Months Ended | | Unaudited Nine Months Ended | | Audited Year Ended |
|--|---------------------------------|---------------|--------------------------------|---------------|-----------------------|
| | July 31, 2010 | July 31, 2009 | July 31, 2010 | July 31, 2009 | October 31, 2009 |
| Net income for the period | 12,787 | 19,436 | 50,508 | 49,205 | 78,637 |
| Other comprehensive income | | | | | |
| Net (losses) / gains on available-for-sale investment securities | (13,417) | 40,677 | (5,151) | 30,437 | 24,808 |
| Total comprehensive (loss) / income for the period | (630) | 60,113 | 45,357 | 79,642 | 103,445 |
| Comprehensive (loss) / income attributable to: | | | | | |
| Equity holders of the parent | (600) | 57,236 | 43,187 | 75,831 | 98,495 |
| Minority interest | (30) | 2,877 | 2,170 | 3,811 | 4,950 |
| | (630) | 60,113 | 45,357 | 79,642 | 103,445 |

FirstCaribbean International Bank (Bahamas) Limited
Condensed Consolidated Statement of Cash Flows
BS'000

| | Unaudited Nine Months Ended July 31, 2010 | Unaudited Nine Months Ended July 31, 2009 | Audited Year Ended October 31, 2009 |
|--|---|---|---|
| Net cash from / (used in) operating activities | 52,651 | 6,061 | (105,763) |
| Net cash (used in) / from investing activities | (119,511) | 79,202 | 264,502 |
| Net cash used in financing activities | (46,791) | (42,076) | (42,076) |
| Net (decrease) / increase in cash and cash equivalents | (113,651) | 43,187 | 116,663 |
| Cash and cash equivalents, beginning of period | 215,426 | 98,763 | 98,763 |
| Cash and cash equivalents, end of period | 101,775 | 141,950 | 215,426 |

FirstCaribbean International Bank (Bahamas) Limited
Notes to Condensed Consolidated Interim Financial Statements
Nine months ended July 31, 2010

Summary of significant accounting policies
Basis of presentation

The accompanying unaudited condensed consolidated financial statements of FirstCaribbean International Bank (Bahamas) Limited should be read in conjunction with the IFRS consolidated financial statements and notes thereto for the year ended October 31, 2009, included in the Bank's Annual Report 2009. For a description of the Bank's significant accounting policies, see Note 2 of the aforementioned consolidated financial statements.

Certain financial information, which is normally included in annual financial statements prepared in accordance with IFRS, but not required for interim reporting purposes, have been condensed or omitted. Certain reclassifications have been made to the prior period's financial statements to conform to the current period's presentation. These condensed consolidated financial statements reflect, in the opinion of management, all adjustments that are necessary for a fair presentation of the condensed consolidated financial statements for the interim periods presented.

The results of operations for interim periods are not necessarily indicative of results for the entire year. In preparing these condensed consolidated financial statements, management is required to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results could differ from these estimates.

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 (TCD) Limited

Transactions affecting year-over-year comparisons

Dividends

During the first quarter, the final dividends for the fiscal year ended October 31, 2009, as approved by the Board of Directors on December 15, 2009, in the amount of sixteen cents per share were paid. An interim dividend of fifteen cents per share was approved by the Board of Directors and paid during the third quarter.