



# FirstCaribbean International Bank Limited Condensed Consolidated Financial Statements

For the six months ended April 30, 2024 (expressed in thousands of United States Dollars)

## CHIEF EXECUTIVE OFFICER'S REVIEW

The Bank delivered another quarter of solid operating results and continues to create value for its stakeholders in the current operating environment. The ongoing execution of our client focused strategy leveraging our digital infrastructure, client experience enhancements and investment in our people, positions us well for the future.

Market conditions in the region underpin the Bank's growth momentum, as most countries have reached pre-pandemic levels of economic activity. The regional growth outlook is forecasted to continue through the medium-term, albeit at a moderate pace. However, we continue to closely monitor downside risks related to the global economy, inflation, supply chain disruption and interest rates.

The Bank reported net income of \$67.4 million for second quarter of fiscal 2024, compared to net income of \$76.5 million in the corresponding period of the prior year. On an adjusted basis, net income was \$70.4 million after adjusting for expenses of \$3.0 million relating to previously announced divestitures.

For the six months ended April 30, 2024, we reported net income of \$152.0, up \$7.4 million or 5% over the prior year's reported net income of \$144.6 million. After excluding \$7.2 million of expenses relating to previously announced divestitures, adjusted net income was \$159.2 million, up \$20.3 million or 15% from prior year's adjusted net income of \$138.9 million.

Our financial performance to date has been positively impacted by higher revenue mainly due to higher net interest margin on our US dollar loan portfolio, as well as a lower provision for credit losses due to an improved regional economic outlook and account recovery efforts. We continue to maintain disciplined risk management. We have also experienced higher operating expenses year over year due to ongoing strategic investments, employee-related costs and inflationary pressure.

At the end of the second quarter, the Bank's Tier 1 and Total Capital ratios were 17.9% and 19.5%, respectively, in excess of applicable regulatory requirements. The Directors have approved a quarterly dividend of \$0.0125 per share to be paid on July 19, 2024, to shareholders of record on June 27, 2024.

On May 24, 2024, the Bank completed the sale of its banking assets in Curacao to Curacao-based, OrCo Bank N.V. We wish to say a special thank you to our former employees for their years of dedication and commitment to our Bank and its clients. The sale of our banking assets in St. Maarten is still in progress, subject to closing conditions and is slated for completion in fiscal 2025.

I would like to acknowledge and thank our clients, employees, shareholders and directors for their loyalty and continued support of our Bank.

Mark St. Hill  
Chief Executive Officer  
June 13, 2024

### FORWARD-LOOKING STATEMENT DISCLOSURE

This report may contain 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 Bank's website at [www.cibcfib.com](http://www.cibcfib.com)

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited Six months ended At April 30, 2024	Unaudited Six months ended At April 30, 2023	Audited Year ended At Oct 31, 2023
<b>Assets</b>			
Cash, balances with Central Banks and due from banks	2,558,898	2,628,349	2,261,564
Loans and advances to customers	6,764,813	6,758,361	6,633,855
Securities	3,061,575	3,041,189	2,846,655
Property and equipment	208,722	192,666	210,899
Other assets	258,643	190,866	287,149
Intangible assets	44,372	44,372	44,372
	12,897,023	12,855,803	12,284,494
Assets of disposal group classified as held for sale and discontinued operations	260,577	-	236,614
<b>Total assets</b>	<b>13,157,600</b>	<b>12,855,803</b>	<b>12,521,108</b>
<b>Liabilities</b>			
Customer deposits and other borrowed funds	11,095,191	11,403,856	10,533,327
Other liabilities	213,025	147,405	244,796
Debt securities in issue	26,590	26,586	26,599
	11,334,806	11,577,847	10,804,722
Liabilities of disposal group classified as held for sale and discontinued operations	357,123	-	363,867
<b>Total liabilities</b>	<b>11,691,929</b>	<b>11,577,847</b>	<b>11,168,589</b>
<b>Equity attributable to equity holders of the parent</b>			
Issued capital and reserves	1,078,268	1,040,545	1,048,296
Retained earnings	351,343	206,174	270,999
	1,429,611	1,246,719	1,319,295
<b>Non-controlling interests</b>	<b>36,060</b>	<b>31,237</b>	<b>33,224</b>
<b>Total equity</b>	<b>1,465,671</b>	<b>1,277,956</b>	<b>1,352,519</b>
<b>Total liabilities and equity</b>	<b>13,157,600</b>	<b>12,855,803</b>	<b>12,521,108</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Parent				
	Issued Capital	Reserves	Retained Earnings	Non- controlling Interests	Total Equity
<b>Balance at October 31, 2022</b>	1,193,149	(178,338)	115,085	29,181	1,159,077
Comprehensive income for the period	-	10,631	141,691	3,092	155,414
Transfer to reserves	-	15,103	(15,103)	-	-
Equity dividends	-	-	(35,499)	-	(35,499)
Dividends of subsidiaries	-	-	-	(1,036)	(1,036)
<b>Balance at April 30, 2023</b>	1,193,149	(152,604)	206,174	31,237	1,277,956
<b>Balance at October 31, 2023</b>	1,193,149	(144,853)	270,999	33,224	1,352,519
Comprehensive income for the period	-	1,112	148,658	3,354	153,124
Transfer to reserves	-	28,860	(28,860)	-	-
Equity dividends	-	-	(39,454)	-	(39,454)
Dividends of subsidiaries	-	-	-	(518)	(518)
<b>Balance at April 30, 2024</b>	1,193,149	(114,881)	351,343	36,060	1,465,671

## CONDENSED CONSOLIDATED STATEMENT OF INCOME

	Unaudited Quarter ended		Unaudited Six months ended		Audited Year ended
	Apr 30, 2024	Apr 30, 2023	Apr 30, 2024	Apr 30, 2023	Oct 31, 2023
Total revenue	189,860	183,095	373,522	366,975	715,463
Operating expenses	112,222	103,296	216,666	210,333	414,504
Credit loss expense/(release) on financial assets	2,768	5,268	(9,973)	6,404	11,183
	114,990	108,564	206,693	216,737	425,687
Income before taxation	74,870	74,531	166,829	150,238	289,776
Income tax expense	7,809	4,117	13,515	9,248	29,015
<b>Net income for the period from continuing operations</b>	<b>67,061</b>	<b>70,414</b>	<b>153,314</b>	<b>140,990</b>	<b>260,761</b>
Net income for the period from discontinued operations	-	6,078	-	3,591	4,727
Net income/(loss) for the period from discontinuing operations	342	-	(1,290)	-	4,422
<b>Net Income for the period</b>	<b>67,403</b>	<b>76,492</b>	<b>152,024</b>	<b>144,581</b>	<b>269,910</b>
<b>Attributable to:</b>					
Equity holders of the parent	66,069	74,970	148,658	141,691	264,056
Non-controlling interests	1,334	1,522	3,366	2,890	5,854
	67,403	76,492	152,024	144,581	269,910
<b>Basic and diluted earnings per share from continuing operations attributable to the equity holders of the parent for the period: (expressed in cents per share)</b>	<b>4.2</b>	<b>4.4</b>	<b>9.5</b>	<b>8.8</b>	<b>16.2</b>
<b>Basic and diluted earnings per share attributable to the equity holders of the parent for the period: (expressed in cents per share)</b>	<b>4.2</b>	<b>4.8</b>	<b>9.4</b>	<b>9.0</b>	<b>16.7</b>

Director

Director



# FirstCaribbean International Bank Limited Condensed Consolidated Financial Statements

For the six months ended April 30, 2024 (expressed in thousands of United States Dollars)

## CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Unaudited Quarter ended		Unaudited Six months ended		Audited Year ended
	Apr 30, 2024	Apr 30, 2023	Apr 30, 2024	Apr 30, 2023	Oct 31, 2023
Net income for the period	67,403	76,492	152,024	144,581	269,910
Other comprehensive gain/(loss) (net of tax) to be reclassified to net income in subsequent periods					
Net (losses)/gains on debt securities at fair value through OCI	(5,397)	3,454	2,866	10,775	7,202
Net exchange (losses)/gains on translation of foreign operations	(428)	567	(1,888)	58	(1,082)
	(5,825)	4,021	978	10,833	6,120
Other comprehensive gain/(loss) (net of tax) not to be reclassified to net income in subsequent periods:					
Re-measurement gains/(losses) of retirement benefit obligations	-	-	122	-	(5,575)
Other comprehensive (loss)/income for the period, net of tax	(5,825)	4,021	1,100	10,833	545
Comprehensive income for the period, net of tax	61,578	80,513	153,124	155,414	270,455
Comprehensive income for the period attributable to:					
Continuing operations	60,108	74,442	151,635	151,844	263,491
Discontinued operations	-	6,071	-	3,570	4,705
Discontinuing operations	1,470	-	1,489	-	2,259
	61,578	80,513	153,124	155,414	270,455
Comprehensive income for the period attributable to:					
Equity holders of the parent	60,371	78,928	149,770	152,322	264,341
Non-controlling interests	1,207	1,585	3,354	3,092	6,114
	61,578	80,513	153,124	155,414	270,455

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited Six months ended		Audited Year ended
	Apr 30, 2024	Apr 30, 2023	Oct 31, 2023
Net cash from/(used in) operating activities from continuing operations	522,528	(37,577)	(671,317)
Net cash (used in)/from investing activities from continuing operations	(163,553)	(52,174)	163,906
Net cash used in financing activities from continuing operations	(46,035)	(42,917)	(89,526)
Net increase/(decrease) in cash and cash equivalents for the period from continuing operations	312,940	(132,668)	(596,937)
Net increase/(decrease) in cash from continuing operations	312,940	(132,668)	(596,937)
Net (decrease)/increase in cash from discontinuing operations	(30,707)	8,596	134,532
Effect of exchange rate changes on cash and cash equivalents	(1,888)	58	(1,082)
Cash and cash equivalents, beginning of the period	1,880,386	2,343,873	2,343,873
Cash and cash equivalents from discontinuing operations	159,148	-	132,966
Cash and cash equivalents, end of the period	2,319,879	2,219,859	2,013,352

## CONDENSED CONSOLIDATED SEGMENT INFORMATION

	Unaudited April 30, 2024				
	PBB	CIB	WM	Admin	Total
Six months ended					
External revenue	82,858	95,562	6,880	80,997	266,297
Internal revenue	19,385	60,204	2,443	(82,032)	-
Net interest income	102,243	155,766	9,323	(1,035)	266,297
Operating income	44,238	47,536	15,467	(16)	107,225
Total revenue	146,481	203,302	24,790	(1,051)	373,522
Depreciation	3,638	668	730	12,556	17,592
Operating expenses	43,829	21,141	12,456	121,648	199,074
Indirect expenses	69,507	61,842	6,525	(137,874)	-
Credit loss (release) on financial assets	9,726	(17,067)	9	(2,641)	(9,973)
Income before taxation	19,781	136,718	5,070	5,260	166,829
Income tax expense	(1,479)	12,341	15	2,638	13,515
Net income for the period from continuing operations	21,260	124,377	5,055	2,622	153,314
Net loss from discontinuing operations	1,800	3,579	(505)	(6,164)	(1,290)
Net income for the period	23,060	127,956	4,550	(3,542)	152,024

### Balance as at

Total assets and liabilities by segment are as follows:

	PBB	CIB	WM	Admin	Total
Segment assets	3,744,434	3,953,332	267,289	4,931,968	12,897,023
Segment assets of disposal group classified as held for sale and discontinued operations	56,362	44,072	995	159,148	260,577
Total segment assets	3,800,796	3,997,404	268,284	5,091,116	13,157,600
Segment liabilities	4,365,555	6,433,388	437,174	98,689	11,334,806
Segment liabilities of disposal group classified as held for sale and discontinued operations	23,883	123,165	137,051	73,024	357,123
Total segment liabilities	4,389,438	6,556,553	574,225	171,713	11,691,929

### Unaudited April 30, 2023

	PBB	CIB	WM	Admin	Total
Six months ended					
External revenue	80,330	110,398	4,812	65,367	260,907
Internal revenue	12,759	36,417	6,257	(55,433)	-
Net interest income	93,089	146,815	11,069	9,934	260,907
Operating income	42,399	49,005	16,237	(1,573)	106,068
Total revenue	135,488	195,820	27,306	8,361	366,975
Depreciation	3,278	1,110	1,060	11,858	17,306
Operating expenses	46,989	19,281	13,690	113,067	193,027
Indirect expenses	58,402	58,697	6,976	(124,075)	-
Credit loss expense on financial assets	10,883	(8,139)	(91)	3,751	6,404
Income before taxation	15,936	124,871	5,671	3,760	150,238
Income tax expense	(1,979)	9,575	(100)	1,752	9,248
Net income for the period from continuing operations	17,915	115,296	5,771	2,008	140,990
Net income from discontinued operations	(880)	671	-	3,800	3,591
Net income for the period	17,035	115,967	5,771	5,808	144,581

### Balance as at

Total assets and liabilities by segment are as follows:

	PBB	CIB	WM	Admin	Total
Segment assets	2,656,269	4,121,449	246,516	5,831,569	12,855,803
Segment liabilities	4,460,400	6,337,735	648,364	131,348	11,577,847

### Audited October 31, 2023

	PBB	CIB	WM	Admin	Total
Year ended					
External revenue	159,909	194,533	12,850	144,627	511,919
Internal revenue	32,868	98,318	5,585	(136,771)	-
Net interest income	192,777	292,851	18,435	7,856	511,919
Operating income	83,134	88,929	31,863	(382)	203,544
Total revenue	275,911	381,780	50,298	7,474	715,463
Depreciation	7,414	1,110	1,436	23,232	33,192
Operating expenses	91,176	40,394	25,825	223,917	381,312
Indirect expenses	126,352	111,620	12,775	(250,747)	-
Credit loss expense on financial assets	28,661	(19,468)	(409)	2,399	11,183
Income before taxation	22,308	248,124	10,671	8,673	289,776
Income tax expense	(3,101)	20,802	(9)	11,323	29,015
Net income for the year from continuing operations	25,409	227,322	10,680	(2,650)	260,761
Net income from discontinued operations	1,226	940	-	2,561	4,727
Net income from discontinuing operations	(1,251)	8,669	1,000	(3,996)	4,422
Net income for the year	25,384	236,931	11,680	(4,085)	269,910

### Balance as at

Total assets and liabilities by segment are as follows:

	PBB	CIB	WM	Admin	Total
Segment assets	2,674,599	3,986,832	243,239	5,379,824	12,284,494
Segment assets of disposal group classified as held for sale and discontinued operations	17,270	86,070	307	132,967	236,614
Total segment assets	2,691,869	4,072,902	243,546	5,512,791	12,521,108
Segment liabilities	4,225,817	5,904,375	442,696	231,834	10,804,722
Segment liabilities of disposal group classified as held for sale and discontinued operations	29,152	121,230	143,733	69,752	363,867
Total segment liabilities	4,254,969	6,025,605	586,429	301,586	11,168,589

### Notes:

1. The Group's operations are organized into four segments: Personal and Business Banking ("PBB"), Corporate and Investment Banking ("CIB") and Wealth Management ("WM"), which are supported by the functional units within the Administration ("Admin") segment (which includes Treasury, Finance, Technology, Innovation & Infrastructure, Risk and Other). PBB, CIB and WM are charged or credited by Treasury with a market-based cost of funds on assets, liabilities and capital, respectively. The offset of these charges or credits are reported in the Treasury function within the Admin segment.

Management monitors the operating results of its business segments separately for the purpose of making decisions about resource allocation and performance assessment. Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties. We review our transfer pricing methodologies on an ongoing basis to ensure they reflect changing market environments and industry practices. Transactions between the business segments are on normal commercial terms and conditions.

Segment assets and liabilities comprise operating assets and liabilities, being the majority of the statement of financial position, but exclude intangible assets. Securities and cash placements are normally held within the Treasury unit within the Admin segment.



# FirstCaribbean International Bank Limited Condensed Consolidated Financial Statements

For the six months ended April 30, 2024 (expressed in thousands of United States Dollars)

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 1. General Information

FirstCaribbean International Bank Limited and its subsidiaries (the "Group") are registered under the relevant financial and corporate legislation of 12 countries in the Caribbean to carry on banking and other related activities. FirstCaribbean International Bank Limited (the "Bank"), is a company incorporated and domiciled in Barbados at Warrens, St. Michael. The parent company and controlling party of the Bank is CIBC Investments (Cayman) Limited, which holds 91.7% of the Bank's issued shares and is a company incorporated in Cayman. The ultimate parent company is Canadian Imperial Bank of Commerce ("CIBC").

### 2. Basis of preparation and material accounting policies

The accompanying unaudited condensed consolidated financial statements of the Group should be read in conjunction with the IFRS consolidated financial statements and notes thereto for the year ended October 31, 2023, included in the Group's Annual Report 2023. For a description of the Group's significant accounting policies, see Note 2 of the aforementioned consolidated financial statements.

### Basis of presentation

Certain financial information, which is normally included in annual financial statements prepared in accordance with IFRS, but not required for interim reporting purposes, has been condensed or omitted. Reclassifications may be made to the prior period's financial statements to conform to the current period's presentation. These unaudited condensed consolidated financial statements reflect, in the opinion of management, all adjustments that are necessary for a fair presentation of the unaudited 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 unaudited condensed consolidated financial statements, management is required to make estimates and assumptions which affect amounts reported in the financial statements and accompanying notes. Actual results could differ from these estimates.

### 3. Assets and Liabilities of Disposal Group classified as Held for Sale and Discontinued Operations

On October 31, 2023, the Bank publicly announced the decision of the Board of Directors to sell the banking assets of CIBC FirstCaribbean International Bank (Cayman) Limited's operations in St. Maarten and Curacao to Orco Bank N.V. On January 15, 2024, regulatory approval of the sale of specific assets and liabilities in Curacao and St. Maarten was received from the Central Bank of Curacao and St. Maarten with certain conditions to be met by the buyer and is subject to other closing conditions. As at October 31, 2023 and April 30, 2024, the Bank classified the banking assets of the Curacao operations as "Held for Sale" on condensed consolidated statement of financial position. However, the banking operations of St. Maarten was excluded from the classification given the uncertainty surrounding the timing of the completion of the sale.

For the six months ended, April 30, 2024, the associated net income from the Curacao operations has been presented as discontinuing operations on the condensed consolidated statement of income in accordance with International Financial Reporting Standards."

### 4. Dividends

During the quarter, a first quarterly dividend of one point two five United States cents (\$0.0125) per share was paid on April 25, 2024. The Board of Directors has approved a 2024 second quarter dividend of one point two five United States cents (\$0.0125) per share to be paid on July 19, 2024, to shareholders of record as of June 27, 2024.

### 5. Subsequent Events

On May 24, 2024, the Bank completed the sale of its banking assets in Curacao to Curacao-based, Orco Bank N.V.