

**FINANCE CORPORATION OF BAHAMAS LIMITED**  
**CONSOLIDATED BALANCE SHEET (Unaudited)**  
**As of January 31, 2013 and October 31, 2012**  
**(Expressed in Bahamian dollars)**

<b>ASSETS</b>	<b>January 31, 2013</b>	<b>October 31, 2012</b>
Cash and cash equivalents	\$ 50,128,436	\$ 37,577,094
Balance with The Central Bank of The Bahamas	41,882,206	41,418,985
Loans and advances to customers	848,820,326	845,337,679
Investment securities	47,433,808	47,382,273
Premises and equipment	1,243,460	1,319,438
Other assets	1,699,278	658,893
<b>TOTAL</b>	<b>\$ 991,207,514</b>	<b>\$ 973,694,362</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>LIABILITIES</b>		
Customer deposits	\$ 781,019,776	\$ 784,561,511
Other borrowed funds	27,300,000	27,300,000
Affiliated companies	45,313,885	28,142,059
Other liabilities	3,220,687	3,617,708
Total liabilities	<b>\$ 856,854,348</b>	<b>\$ 843,621,278</b>
<b>SHAREHOLDERS' EQUITY</b>		
Share capital	5,333,334	5,333,334
Share premium	2,552,258	2,552,258
Reserves	500,000	500,000
Retained earnings	125,967,574	121,687,492
Total shareholders' equity	<b>134,353,166</b>	<b>130,073,084</b>
<b>TOTAL</b>	<b>\$ 991,207,514</b>	<b>\$ 973,694,362</b>

**FINANCE CORPORATION OF BAHAMAS LIMITED**  
**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Unaudited)**  
**Three Months Ended January 31, 2013**  
**(Expressed in Bahamian dollars)**

	<b>Three Months Ended January 31, 2013</b>	<b>Three Months Ended January 31, 2012</b>
Interest income	\$ 16,587,942	\$ 16,863,890
Interest expense	<u>(5,449,959)</u>	<u>(7,330,145)</u>
<b>Net interest income</b>	11,137,983	9,533,745
Non-interest income	<u>924,256</u>	<u>913,046</u>
<b>Total income</b>	12,062,239	10,446,791
Non-interest expense	(2,881,999)	(3,109,119)
Impairment losses on loans and advances	<u>(2,233,491)</u>	<u>(144,078)</u>
<b>Total net and comprehensive income for the period</b>	<u><u>\$ 6,946,749</u></u>	<u><u>\$ 7,193,594</u></u>
Earnings per share	<u><u>\$ 0.26</u></u>	<u><u>\$ 0.27</u></u>

**FINANCE CORPORATION OF BAHAMAS LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Unaudited)**  
**Three Months Ended January 31, 2013**  
**(Expressed in Bahamian dollars)**

	<b>Share Capital</b>	<b>Share Premium</b>	<b>Reserves</b>	<b>Retained Earnings</b>	<b>Total</b>
	\$	\$	\$	\$	\$
<b>Balance at October 31, 2011</b>	5,333,334	2,552,258	500,000	110,705,669	119,091,261
Net profit for the period	-	-	-	7,193,594	7,193,594
<b>Balance at January 31, 2012</b>	<u>5,333,334</u>	<u>2,552,258</u>	<u>500,000</u>	<u>117,899,263</u>	<u>126,284,855</u>
<b>Balance at October 31, 2012</b>	5,333,334	2,552,258	500,000	121,687,492	130,073,084
Net profit for the period	-	-	-	6,946,749	6,946,749
Dividends	-	-	-	(2,666,667)	(2,666,667)
<b>Balance at January 31, 2013</b>	<u>5,333,334</u>	<u>2,552,258</u>	<u>500,000</u>	<u>125,967,574</u>	<u>134,353,166</u>

**FINANCE CORPORATION OF BAHAMAS LIMITED**  
**CONSOLIDATED STATEMENT OF CASH FLOWS (Unaudited)**  
**Three Months Ended January 31, 2013**  
**(Expressed in Bahamian dollars)**

	January 31, 2013	January 31, 2012
<b>OPERATING ACTIVITIES</b>		
Net income	\$ 6,946,749	\$ 7,193,594
Adjustments for:		
Impairment losses on loans and advances to customers	2,233,491	144,078
Depreciation and amortization of tangible assets	75,978	107,163
Loss on disposal of premises and equipment	-	244,291
	<u>9,256,218</u>	<u>7,689,126</u>
<b>(INCREASE)/DECREASE IN OPERATING ASSETS</b>		
Balances with Central Bank	(463,221)	(539,301)
Loans and advances to customers	(5,716,138)	(8,028,353)
Other assets	(1,040,385)	(978,398)
<b>INCREASE/(DECREASE) IN OPERATING ASSETS</b>		
Affiliated companies	15,171,826	(6,000,000)
Customers' deposits	(3,541,735)	8,254,831
Other liabilities	(397,021)	(540,920)
<b>Cash from operating activities</b>	<u>13,269,544</u>	<u>(143,015)</u>
<b>INVESTING ACTIVITIES</b>		
Net movement in investment securities	(51,535)	384,268
<b>Cash from investing activities</b>	<u>(51,535)</u>	<u>384,268</u>
<b>FINANCING ACTIVITIES</b>		
Dividends paid	(666,667)	-
	<u>(666,667)</u>	<u>-</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	12,551,342	241,253
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF THE PERIOD</b>	<u>37,577,094</u>	<u>33,345,833</u>
<b>CASH AND CASH EQUIVALENTS, END OF THE PERIOD</b>	<u>\$ 50,128,436</u>	<u>\$ 33,587,086</u>

**FINANCE CORPORATION OF BAHAMAS LIMITED**  
**Notes to Unaudited Interim Consolidated Financial Statements**  
**Three Months Ended January 31, 2013**

**1. ACCOUNTING POLICIES**

These interim condensed financial statements have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting. The accounting policies and methods of calculation used in the preparation of these interim financial statements are consistent with those used in the audited financial statements for the year ended October 31, 2012 except as noted below.

**2. CAPITAL ACTIVITY**

On December 6, 2012 the Board of Directors declared a dividend of \$0.10 per share to shareholders of record as at December 27, 2012 which was paid on January 3, 2013.