

FINANCE CORPORATION OF BAHAMAS LIMITED
CONSOLIDATED BALANCE SHEET (Unaudited)
As of April 30, 2013 and October 31, 2012
(Expressed in Bahamian dollars)

ASSETS	April 30, 2013	October 31, 2012
Cash and cash equivalents	\$ 50,308,619	\$ 37,577,094
Balance with The Central Bank of The Bahamas	40,417,044	41,418,985
Loans and advances to customers	856,247,957	845,337,679
Investment securities	47,372,385	47,382,273
Premises and equipment	1,168,659	1,319,438
Other assets	1,663,825	658,893
TOTAL	\$ 997,178,489	\$ 973,694,362
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Customer deposits	\$ 771,012,276	\$ 784,561,511
Other borrowed funds	27,300,000	27,300,000
Affiliated companies	53,501,580	28,142,059
Other liabilities	2,809,130	3,617,708
Total liabilities	<u>\$ 854,622,986</u>	<u>\$ 843,621,278</u>
SHAREHOLDERS' EQUITY		
Share capital	5,333,334	5,333,334
Share premium	2,552,258	2,552,258
General reserve	500,000	500,000
Retained earnings	134,169,911	121,687,492
Total shareholders' equity	<u>142,555,503</u>	<u>130,073,084</u>
TOTAL	\$ 997,178,489	\$ 973,694,362

FINANCE CORPORATION OF BAHAMAS LIMITED
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Unaudited)
Six Months Ended April 30, 2013
(Expressed in Bahamian dollars)

	Three Months Ended April 30, 2013	Three Months Ended April 30, 2012	Six Months Ended April 30, 2013	Six Months Ended April 30, 2012
Interest income	\$ 16,363,532	\$ 16,564,916	\$ 32,951,474	\$ 33,428,806
Interest expense	<u>(5,312,044)</u>	<u>(6,464,061)</u>	<u>(10,762,003)</u>	<u>(13,794,206)</u>
Net interest income	11,051,488	10,100,855	22,189,471	19,634,600
Non-interest income	<u>1,052,813</u>	<u>1,025,213</u>	<u>1,977,069</u>	<u>1,938,258</u>
Total income	<u>12,104,301</u>	<u>11,126,068</u>	<u>24,166,540</u>	<u>21,572,858</u>
Non-interest expense	(1,944,467)	(2,903,273)	(4,826,466)	(6,012,391)
Impairment losses on loans and advances	<u>(624,164)</u>	<u>(10,419,219)</u>	<u>(2,857,654)</u>	<u>(10,563,297)</u>
Total net and comprehensive income for the period	<u><u>\$ 9,535,670</u></u>	<u><u>\$ (2,196,424)</u></u>	<u><u>\$ 16,482,420</u></u>	<u><u>\$ 4,997,170</u></u>
Earnings per share	<u><u>\$ 0.36</u></u>	<u><u>\$ (0.08)</u></u>	<u><u>\$ 0.62</u></u>	<u><u>\$ 0.19</u></u>

FINANCE CORPORATION OF BAHAMAS LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Unaudited)
Six Months Ended April 30, 2013
(Expressed in Bahamian dollars)

	Share	Share		Retained	
	Capital	Premium	Reserve	Earnings	Total
	\$	\$	\$	\$	\$
Balance at October 31, 2011	5,333,334	2,552,258	500,000	110,705,669	119,091,261
Net profit for the period	-	-	-	4,997,170	4,997,170
Balance at April 30, 2012	5,333,334	2,552,258	500,000	115,702,839	124,088,431
Balance at October 31, 2012	5,333,334	2,552,258	500,000	121,687,492	130,073,084
Net profit for the period	-	-	-	16,482,420	16,482,420
Dividends	-	-	-	(4,000,001)	(4,000,001)
Balance at April 30, 2013	5,333,334	2,552,258	500,000	134,169,911	142,555,503

FINANCE CORPORATION OF BAHAMAS LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS (Unaudited)
Six Months Ended April 30, 2013
(Expressed in Bahamian dollars)

	April 30, 2013	April 30, 2012
OPERATING ACTIVITIES		
Net income	\$ 16,482,420	\$ 4,997,170
Adjustments for:		
Impairment losses on loans and advances to customers	2,857,654	12,522,777
Depreciation and amortization of tangible assets	150,779	212,846
Loss on disposal of premises and equipment	<u>-</u>	<u>244,291</u>
	19,490,853	17,977,084
(INCREASE)/DECREASE IN OPERATING ASSETS		
Balances with Central Bank	1,001,941	368,893
Loans and advances to customers	(13,767,932)	(17,706,392)
Other assets	(1,004,932)	(442,403)
INCREASE/(DECREASE) IN OPERATING LIABILITIES		
Affiliated companies	25,359,521	(6,000,000)
Customers' deposits	(18,988,675)	18,009,926
Other liabilities	<u>4,630,862</u>	<u>(485,358)</u>
Cash from operating activities	<u>16,721,638</u>	<u>11,721,750</u>
INVESTING ACTIVITIES		
Net movement in investment securities	9,888	7,512,887
Additions to premises and equipment	<u>-</u>	<u>(52,194)</u>
Cash from investing activities	<u>9,888</u>	<u>7,460,693</u>
FINANCING ACTIVITIES		
Dividends paid	<u>(4,000,001)</u>	<u>-</u>
	<u>(4,000,001)</u>	<u>-</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	12,731,525	19,182,443
CASH AND CASH EQUIVALENTS, BEGINNING OF THE PERIOD	<u>37,577,094</u>	<u>33,345,833</u>
CASH AND CASH EQUIVALENTS, END OF THE PERIOD	<u>\$ 50,308,619</u>	<u>\$ 52,528,276</u>

FINANCE CORPORATION OF BAHAMAS LIMITED
Notes to Unaudited Interim Consolidated Financial Statements
Six Months Ended April 30, 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 and March 21, 2013 the Board of Directors declared dividends of \$0.10 and \$0.05 respectively.