

FINANCE CORPORATION OF BAHAMAS LIMITED
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Unaudited)
As of January 31, 2023 and October 31, 2022
(Expressed in Bahamian dollars)

ASSETS	January 31, 2023	October 31, 2022
Cash and cash equivalents	\$ 34,317,966	\$ 39,501,591
Balance with central banks	37,526,467	37,190,298
Loans and advances to customers	614,572,551	622,161,572
Investment securities	28,126,174	28,075,852
Premises and equipment	34,613	66,559
Other assets	4,877,000	2,103,174
TOTAL	<u>\$ 719,454,771</u>	<u>\$ 729,099,046</u>
 LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Customer deposits	\$ 277,091,242	\$ 280,028,507
Due to affiliated companies	184,364,291	171,983,594
Other liabilities	2,073,474	3,287,896
Total liabilities	<u>\$ 463,529,007</u>	<u>\$ 455,299,997</u>
SHAREHOLDERS' EQUITY		
Share capital	5,333,334	5,333,334
Share premium	2,552,258	2,552,258
Other components of equity	30,483	39,182
Retained earnings	248,009,689	265,874,275
Total shareholders' equity	<u>255,925,764</u>	<u>273,799,049</u>
TOTAL	<u>\$ 719,454,771</u>	<u>\$ 729,099,046</u>

FINANCE CORPORATION OF BAHAMAS LIMITED
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Unaudited)
Three Months Ended January 31, 2023
(Expressed in Bahamian dollars)

	Three Months Ended January 31, 2023	Three Months Ended January 31, 2022
Interest income	\$ 9,843,000	\$ 10,408,630
Interest expense	<u>(1,546,937)</u>	<u>(1,526,267)</u>
Net interest income	8,296,063	8,882,363
Non-interest income	<u>389,153</u>	<u>399,420</u>
Total revenue	8,685,216	9,281,783
Non-interest expense	(3,341,963)	(3,334,329)
Provision for credit losses	<u>(2,141,170)</u>	<u>833,966</u>
Net income	3,202,083	6,781,420
Other comprehensive income:		
<i>Items that may be reclassified to net income</i>		
Net loss on investments in debt instruments measured at FVOCI	(9,070)	(2,075)
Expected credit losses on FVOCI investments	<u>371</u>	<u>1,143</u>
Total comprehensive income for the period	\$ 3,193,384	\$ 6,780,488
Earnings per share	<u>\$ 0.12</u>	<u>\$ 0.25</u>

FINANCE CORPORATION OF BAHAMAS LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Unaudited)
Three Months Ended January 31, 2023
(Expressed in Bahamian dollars)

	Share Capital \$	Share Premium \$	Other Components Equity \$	Retained Earnings \$	Total \$
Balance at October 31, 2021	5,333,334	2,552,258	2,080	240,445,565	248,333,237
Net profit for the period	-	-	-	6,781,420	6,781,420
Other comprehensive income	-	-	(932)	-	(932)
Total comprehensive income	-	-	(932)	6,781,420	6,780,488
Dividend	-	-	-	(1,866,667)	(1,866,667)
Balance at January 31, 2022	5,333,334	2,552,258	1,148	245,360,318	253,247,058
Balance at October 31, 2022	5,333,334	2,552,258	39,182	265,874,275	273,799,049
Net profit for the period	-	-	-	3,202,083	3,202,083
Other comprehensive income	-	-	(8,699)	-	(8,699)
Total comprehensive income	-	-	(8,699)	3,202,083	3,193,384
Dividend	-	-	-	(21,066,669)	(21,066,669)
Balance at January 31, 2023	5,333,334	2,552,258	30,483	248,009,689	255,925,764

FINANCE CORPORATION OF BAHAMAS LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS (Unaudited)
Three Months Ended January 31, 2023
(Expressed in Bahamian dollars)

	January 31, 2023	January 31, 2022
OPERATING ACTIVITIES		
Net income	\$ 3,202,083	\$ 6,781,420
Adjustments for:		
Provision/(release) for credit losses	2,141,170	(833,966)
Depreciation and amortization of tangible assets	6,373	9,725
	<u>5,349,626</u>	<u>5,957,179</u>
 (INCREASE)/DECREASE IN OPERATING ASSETS		
Balances with Central Bank	(336,169)	(322,512)
Loans and advances to customers	5,333,050	9,240,667
Other assets	(2,773,775)	(1,783,841)
INCREASE/(DECREASE) IN OPERATING ASSETS		
Due to affiliated companies	12,380,697	(913,026)
Customers' deposits	(2,937,265)	(6,513,393)
Other liabilities	(1,214,422)	2,604,349
Cash from operating activities	<u>15,801,742</u>	<u>8,269,423</u>
 INVESTING ACTIVITIES		
Net movement in premises and equipment	25,573	-
Net movement in investment securities	64,799	651,799
Cash from investing activities	<u>90,372</u>	<u>651,799</u>
 FINANCING ACTIVITIES		
Dividends paid	(21,066,669)	(1,866,667)
	<u>(21,066,669)</u>	<u>(1,866,667)</u>
 NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	<u>(5,174,555)</u>	<u>7,054,555</u>
CASH AND CASH EQUIVALENTS, BEGINNING OF THE PERIOD	39,501,591	21,016,518
Effects of fair value changes on cash and cash equivalents	(9,070)	(2,075)
CASH AND CASH EQUIVALENTS, END OF THE PERIOD	<u>\$ 34,317,966</u>	<u>\$ 28,068,998</u>

FINANCE CORPORATION OF BAHAMAS LIMITED
Note to Unaudited Interim Consolidated Financial Statements
Three Months Ended January 31, 2023

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, 2022.



FINANCE CORPORATION OF BAHAMAS LIMITED

Chairman's review of the unaudited results For the three months ended January 31, 2023

We wish to report that the Bank's net profit for the three months ended January 31, 2023 was \$3.2 million and represents a \$3.6 million or 53% decrease when compared to the corresponding period in the prior year. The decrease in profit is mostly due to an increase in provision charges for credit losses, and lower revenues.

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Chairman

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Managing Director