

**FINANCE CORPORATION OF BAHAMAS LIMITED**

**Unaudited Interim Financial Statements  
Fiscal Quarter Ended July 31, 2023**

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

<b>ASSETS</b>	<b>July 31, 2023</b>	<b>October 31, 2022</b>
Cash and cash equivalents	\$ 28,646,493	\$ 39,501,591
Balance with central bank	35,092,846	37,190,298
Loans and advances to customers	608,449,760	622,161,572
Investment securities	29,306,257	28,075,852
Other assets	<u>7,222,992</u>	<u>2,169,733</u>
<b>TOTAL</b>	<u><u>\$ 708,718,348</u></u>	<u><u>\$ 729,099,046</u></u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>LIABILITIES</b>		
Customer deposits	\$ 274,549,464	\$ 280,028,507
Due to affiliated companies	173,285,906	171,983,594
Other liabilities	<u>5,243,011</u>	<u>3,287,896</u>
Total liabilities	<u><u>\$ 453,078,381</u></u>	<u><u>\$ 455,299,997</u></u>
<b>SHAREHOLDERS' EQUITY</b>		
Stated capital	5,333,334	5,333,334
Share premium	2,552,258	2,552,258
Other components of equity	37,964	39,182
Retained earnings	<u>247,716,411</u>	<u>265,874,275</u>
Total shareholders' equity	<u><u>255,639,967</u></u>	<u><u>273,799,049</u></u>
<b>TOTAL</b>	<u><u>\$ 708,718,348</u></u>	<u><u>\$ 729,099,046</u></u>

**FINANCE CORPORATION OF BAHAMAS LIMITED**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS**  
**AND COMPREHENSIVE INCOME (Unaudited)**  
**Nine Months Ended July 31, 2023**  
**(Expressed in Bahamian dollars)**

	<b>Three Months Ended July 31, 2023</b>	<b>Three Months Ended July 31, 2022</b>	<b>Nine Months Ended July 31, 2023</b>	<b>Nine Months Ended July 31, 2022</b>
Interest income	\$ 9,287,012	\$ 10,417,805	\$ 28,410,858	\$ 30,505,381
Interest expense	<u>(1,577,039)</u>	<u>(1,412,171)</u>	<u>(4,738,723)</u>	<u>(4,285,259)</u>
<b>Net interest income</b>	7,709,973	9,005,634	23,672,135	26,220,122
Non-interest income	<u>374,262</u>	<u>362,549</u>	<u>1,288,195</u>	<u>1,307,410</u>
<b>Total income</b>	<u>8,084,235</u>	<u>9,368,183</u>	<u>24,960,330</u>	<u>27,527,532</u>
Non-interest expense	(3,580,243)	(3,345,836)	(10,524,706)	(10,048,967)
Release/(provision) for credit losses	<u>1,250,888</u>	<u>(612,067)</u>	<u>1,006,516</u>	<u>5,402,226</u>
<b>Net income</b>	<b>5,754,880</b>	<b>5,410,280</b>	<b>15,442,140</b>	<b>22,880,791</b>
<b>Other comprehensive income:</b>				
<i>Items that may be reclassified to net income</i>				
Net gains on investments in debt instruments measured at FVOCI	(15,108)	10,964	(14,137)	7,128
Expected credit losses on FVOCI investments	<u>7,607</u>	<u>13,775</u>	<u>12,919</u>	<u>15,909</u>
<b>Total comprehensive income for the period</b>	<b><u>\$ 5,747,379</u></b>	<b><u>\$ 5,435,019</u></b>	<b><u>\$ 15,440,922</u></b>	<b><u>\$ 22,903,828</u></b>
Earnings per share	<b><u>\$ 0.22</u></b>	<b><u>\$ 0.20</u></b>	<b><u>\$ 0.58</u></b>	<b><u>\$ 0.86</u></b>

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

	<b>Share Capital</b>	<b>Share Premium</b>	<b>Other Components Equity</b>	<b>Retained Earnings</b>	<b>Total</b>
	\$	\$	\$	\$	\$
<b>Balance at October 31, 2021</b>	5,333,334	2,552,258	2,079	240,445,565	248,333,236
Net profit for the period	-	-	-	22,880,791	22,880,791
Other comprehensive income	-	-	23,037	-	23,037
<b>Total comprehensive income</b>	-	-	23,037	22,880,791	22,903,828
Dividends	-	-	-	(10,400,001)	(10,400,001)
<b>Balance at July 31, 2022</b>	<u>5,333,334</u>	<u>2,552,258</u>	<u>25,116</u>	<u>252,926,355</u>	<u>260,837,063</u>
<b>Balance at October 31, 2022</b>	5,333,334	2,552,258	39,182	265,874,275	273,799,049
Net profit for the period	-	-	-	15,442,140	15,442,140
Other comprehensive income	-	-	(1,218)	-	(1,218)
<b>Total comprehensive income</b>	-	-	(1,218)	15,442,140	15,440,922
Dividends	-	-	-	(33,600,004)	(33,600,004)
<b>Balance at July 31, 2023</b>	<u>5,333,334</u>	<u>2,552,258</u>	<u>37,964</u>	<u>247,716,411</u>	<u>255,639,967</u>

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

	July 31, 2023	July 31, 2022
<b>OPERATING ACTIVITIES</b>		
Net income	\$ 15,442,140	\$ 22,880,791
Adjustments for:		
Release for credit losses	(1,006,516)	(5,402,226)
Depreciation and amortization of tangible assets	17,831	26,998
	<u>14,453,455</u>	<u>17,505,563</u>
 (INCREASE)/DECREASE IN OPERATING ASSETS		
Balances with Central Bank	2,097,452	(1,105,322)
Loans and advances to customers	14,502,003	27,489,435
Other assets	(5,071,142)	300,801
INCREASE/(DECREASE) IN OPERATING LIABILITIES		
Due to affiliated companies	1,302,312	16,083,760
Customers' deposits	(5,479,043)	(42,537,779)
Other liabilities	1,955,115	(162,344)
<b>Cash from operating activities</b>	<u>23,760,152</u>	<u>17,574,114</u>
 <b>INVESTING ACTIVITIES</b>		
Net movement in investment securities	(1,001,109)	1,487,010
<b>Cash from investing activities</b>	<u>(1,001,109)</u>	<u>1,487,010</u>
 <b>FINANCING ACTIVITIES</b>		
Dividends paid	(33,600,004)	(10,400,001)
	<u>(33,600,004)</u>	<u>(10,400,001)</u>
 <b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>		
	(10,840,961)	8,661,123
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF THE PERIOD</b>		
	39,501,591	21,016,518
Effects of fair value changes on cash and cash equivalents	(14,137)	7,128
<b>CASH AND CASH EQUIVALENTS, END OF THE PERIOD</b>	<u>\$ 28,646,493</u>	<u>\$ 29,684,769</u>

**FINANCE CORPORATION OF BAHAMAS LIMITED**  
**Notes to Unaudited Interim Consolidated Financial Statements**  
**Nine Months Ended July 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.