



CIBC Caribbean Bank (Bahamas) Limited

Condensed Consolidated Financial Statements

For the nine months ended July 31, 2025

CHIEF EXECUTIVE OFFICER’S REVIEW OF THE RESULTS

For the third quarter ended July 31, 2025, the bank reported net income of \$24.8 million, compared with net income of \$33.3 million for the same quarter last year. The bank continued to execute its client-focused strategy and delivered a resilient performance in relation to its core business activities. The balance sheet remains strong, underpinned by sustained year-over-year growth in both loan and deposit portfolios, along with adequate liquidity coverage. However, the related revenue uplift has been offset by the impact of lower US interest rates and higher funding costs. Additionally, provision for credit losses was higher due to model assumption and methodology updates.

For the nine months ended July 31, 2025, reported net income was \$84.7 million compared with \$103.6 million for the same period last year due to higher provision for credit losses, as the prior year’s provision included a significant recovery, and higher income tax expenses due to the transition to the global minimum corporate tax framework.

At the end of the third quarter, the Bank’s Tier 1 and Total Capital ratios continued to reflect a robust capital position at 27.7%, exceeding regulatory requirements. The Board of Directors has approved an interim dividend of nine cents (\$0.09) per share subject to regulatory approval.

Economic activity is projected to advance at a moderate pace in 2025, accompanied by a modest rise in inflation driven by spillover effects of higher import prices. However, the outlook remains subject to risks, particularly from the potential for a deeper than anticipated slowdown in key source markets which could weigh on the country’s tourism performance. In this dynamic environment, we remain deeply committed to strengthening client relationships and investing in our digital capabilities, people and infrastructure to create sustainable value for all stakeholders.

The bank continues to make a difference in the communities in which it operates, investing time and resources to promote positive change. A key initiative this quarter was the relaunch of the CIBC Caribbean Unsung Heroes program to honour everyday people who quietly make a difference in their communities.

I wish to thank our clients, employees, shareholders and directors for their continued loyalty, confidence and support.



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Mark St. Hill

Chief Executive Officer

FORWARD-LOOKING STATEMENT DISCLOSURE

*This report may contain forward-looking statements, including statements about our bank’s 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 the bank has 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 unfavorable 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 CIBC Caribbean Bank (Bahamas) Limited, please read CIBC Caribbean Bank (Bahamas) Limited’s financial and other reports that are available on the Bank’s website at [www.cibcfcb.com](http://www.cibcfcb.com).*

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION			
B\$'000			
	Unaudited At July 31, 2025	Unaudited At July 31, 2024	Audited At Oct 31, 2024
ASSETS			
Cash, balances with The Central Bank and due from banks	1,233,065	1,172,735	1,097,939
Securities	1,561,473	1,353,525	1,391,694
Loans and advances to customers	2,185,967	2,108,421	2,143,953
Property and equipment	40,622	41,384	42,992
Other assets	107,290	78,496	111,305
<b>Total assets</b>	<b>5,128,417</b>	<b>4,754,561</b>	<b>4,787,883</b>
LIABILITIES			
Customer deposits	4,205,744	3,941,111	3,923,503
Derivative financial instruments	-	-	25
Other liabilities	94,062	47,722	57,854
<b>Total liabilities</b>	<b>4,299,806</b>	<b>3,988,833</b>	<b>3,981,382</b>
EQUITY			
Issued capital	477,230	477,230	477,230
Reserves	123,347	81,819	101,439
Retained earnings	228,034	206,679	227,832
<b>Total equity</b>	<b>828,611</b>	<b>765,728</b>	<b>806,501</b>
<b>Total liabilities and equity</b>	<b>5,128,417</b>	<b>4,754,561</b>	<b>4,787,883</b>



Director



Director

CONDENSED CONSOLIDATED STATEMENT OF INCOME					
B\$'000					
	Unaudited Quarter Ended		Unaudited Nine Months Ended		Audited Year Ended
	July 31, 2025	July 31, 2024	July 31, 2025	July 31, 2024	Oct 31, 2024
Interest and similar income	58,119	59,767	172,073	170,749	229,629
Interest and similar expense	6,297	5,406	18,430	14,026	19,380
Net interest income	51,822	54,361	153,643	156,723	210,249
Operating income	18,584	15,597	58,207	49,591	65,800
	70,406	69,958	211,850	206,314	276,049
Operating expenses	38,448	38,393	112,993	108,782	150,470
Credit loss expense/(release) on financial assets	5,268	(1,714)	6,740	(6,102)	(10,754)
	43,716	36,679	119,733	102,680	139,716
Income before taxation	26,690	33,279	92,117	103,634	136,333
Income tax expense	1,843	-	7,425	-	-
Net income for the period	24,847	33,279	84,692	103,634	136,333
Weighted average number of common shares outstanding for the period	120,216,204	120,216,204	120,216,204	120,216,204	120,216,204
Net earnings per share (in cents)	20.7	27.7	70.4	86.2	113.4

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME					
B\$'000					
	Unaudited Quarter Ended		Unaudited Nine Months Ended		Audited Year Ended
	July 31, 2025	July 31, 2024	July 31, 2025	July 31, 2024	Oct 31, 2024
Net income for the period	24,847	33,279	84,692	103,634	136,333
Other comprehensive (loss)/income to be reclassified to net income in subsequent periods					
Net (losses)/gains on debt securities at fair value through OCI	(2,128)	(504)	4,742	23	1,182
	(2,128)	(504)	4,742	23	1,182
Other comprehensive income not to be reclassified to net income in subsequent periods					
Re-measurement gains on retirement benefit plans	-	-	-	219	17,952
	-	-	-	219	17,952
Other comprehensive (loss)/income for the period	(2,128)	(504)	4,742	242	19,134
Comprehensive income for the period	22,719	32,775	89,434	103,876	155,467

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY				
B\$'000				
	Issued Capital	Reserves	Retained Earnings	Total
Balance at October 31, 2023	477,230	64,845	152,235	694,310
Comprehensive income for the period	-	242	103,634	103,876
Dividends	-	-	(32,458)	(32,458)
Transfer to Statutory Reserve Fund - TCI	-	16,391	(16,391)	-
Transfer to Statutory Loan Loss Reserve - BAH	-	341	(341)	-
Balance at July 31, 2024	477,230	81,819	206,679	765,728
Balance at October 31, 2024	477,230	101,439	227,832	806,501
Comprehensive income for the period	-	4,742	84,692	89,434
Dividends	-	-	(67,324)	(67,324)
Transfer to Statutory Reserve Fund - TCI	-	17,119	(17,119)	-
Transfer to Statutory Loan Loss Reserve - BAH	-	47	(47)	-
Balance at July 31, 2025	477,230	123,347	228,034	828,611

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS			
B\$'000			
	Unaudited Nine Months Ended July 31, 2025	Audited Year Ended Oct 31, 2024	
Net cash from operating activities	322,699	315,139	212,328
Net cash used in investing activities	(127,172)	(270,818)	(297,251)
Net cash used in financing activities	(69,130)	(34,457)	(45,842)
Net increase /(decrease) in cash and cash equivalents	126,397	9,864	(130,765)
Cash and cash equivalents, beginning of the period	959,291	1,090,056	1,090,056
Cash and cash equivalents, end of the period	1,085,688	1,099,920	959,291

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

July 31, 2025

1. Basis of preparation and summary of material accounting policies

The accompanying unaudited condensed consolidated financial statements of CIBC Caribbean Bank (Bahamas) Limited (the Bank) should be read in conjunction with the IFRS Accounting Standards (IFRS) consolidated financial statements and notes thereto for the year ended October 31, 2024, included in the Bank’s Annual Report 2024. For a description of the Bank’s material 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 the 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.

The consolidated financial statements include the accounts of the following wholly owned subsidiaries:

- Sentry Insurance Brokers Ltd.
- FirstCaribbean International (Bahamas) Nominees Company Limited
- CIBC Caribbean Land Holdings (TCI) Limited

Income taxes

In November 2024, the Bahamas enacted a Qualified Domestic Minimum Top-up Tax (“QDMTT”) in accordance with the OECD’s Pillar Two initiative. This QDMTT became applicable to the Bank from the 2025 fiscal year and will result in an effective tax rate of 15% of net income (based on the OECD’s GloBE rules).

Dividends

The unaudited condensed consolidated financial statements as of July 31, 2025 reflect all dividends for which regulatory approval was received during the fiscal period. There are no dividends declared and pending regulatory approval at July 31, 2025.

CONDENSED CONSOLIDATED SEGMENT INFORMATION					
B\$'000					
	Unaudited July 31, 2025				
	PBB	CB	WM	Admin	Total
Nine Months Ended					
External revenue	54,489	43,016	1,336	54,802	153,643
Internal revenue	12,282	26,006	861	(39,149)	-
Net interest income	66,771	69,022	2,197	15,653	153,643
Operating income	30,371	27,161	1,792	(1,117)	58,207
	97,142	96,183	3,989	14,536	211,850
Depreciation	1,300	-	16	5,389	6,705
Operating expenses	16,889	5,569	1,159	82,671	106,288
Indirect expenses	44,219	41,268	2,366	(87,853)	-
Credit loss expense on financial assets	1,224	2,540	62	2,914	6,740
Income tax expense	3,274	4,756	47	(652)	7,425
Net income for the period	30,236	42,050	339	12,067	84,692
Balance as at					
Total assets and liabilities by segment are as follows:					
Segment assets	1,359,465	1,127,098	41,278	2,600,576	5,128,417
Segment liabilities	1,546,635	2,452,392	92,144	208,635	4,299,806
	Unaudited July 31, 2024				
	PBB	CB	WM	Admin	Total
Nine Months Ended					
External revenue	53,964	46,771	1,669	54,319	156,723
Internal revenue	8,641	33,468	386	(42,495)	-
Net interest income	62,605	80,239	2,055	11,824	156,723
Operating income	27,656	22,051	1,391	(1,507)	49,591
	90,261	102,290	3,446	10,317	206,314
Depreciation	1,362	5	42	4,959	6,368
Operating expenses	17,461	5,865	1,049	78,039	102,414
Indirect expenses	40,093	35,902	4,053	(80,048)	-
Credit loss expense/(release) on financial assets	6,939	(11,132)	11	(1,920)	(6,102)
Net income/(loss) for the period	24,406	71,650	(1,709)	9,287	103,634
Balance as at					
Total assets and liabilities by segment are as follows:					
Segment assets	1,541,494	1,051,264	35,948	2,125,855	4,754,561
Segment liabilities	1,288,828	2,331,223	72,898	295,884	3,988,833
	Audited October 31, 2024				
	PBB	CB	WM	Admin	Total
Year Ended					
External revenue	72,592	62,553	2,161	72,943	210,249
Internal revenue	11,522	43,716	550	(55,788)	-
Net interest income	84,114	106,269	2,711	17,155	210,249
Operating income	37,119	28,757	2,001	(2,077)	65,800
	121,233	135,026	4,712	15,078	276,049
Depreciation	1,784	6	57	6,718	8,565
Operating expenses	23,602	8,201	1,365	108,737	141,905
Indirect expenses	53,177	48,639	5,568	(107,384)	-
Credit loss expense/(release) on financial assets	3,274	(12,071)	(42)	(1,915)	(10,754)
Net income/(loss) for the period	39,396	90,251	(2,236)	8,922	136,333
Balance as at					
Total assets and liabilities by segment are as follows:					
Segment assets	1,334,317	1,069,474	37,460	2,346,632	4,787,883
Segment liabilities	1,461,943	2,265,547	90,655	163,237	3,981,382
Notes:					
The Bank’s operations are organised into four segments: Personal and Business Banking (“PBB”), Corporate Banking (“CB”) 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, CB 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.					