

BAHAMAS FIRST HOLDINGS LIMITED

Quarterly Report on Unaudited Results

For the 9 Months Ended 30th September, 2025

Disclaimers

This Report may contain “forward-looking information”. Forward-looking information may relate to our future business, financial outlook and anticipated events or results and may include information regarding our financial position, financial results, operations, business strategies, plans, and objectives, particularly, forward-looking information regarding our expectations of future results, performance, achievements, prospects or opportunities for the markets in which we operate. Forward-looking information in this Report is based on our opinions, estimates and assumptions in light of our experience and perception of historical trends, current conditions and expected future developments, as well as other factors that we currently believe are appropriate and reasonable in the circumstances. Despite a careful process to prepare and review forward-looking information, they are not guarantees of future financial performance as there can be no assurance that the underlying opinions, estimates and assumptions will prove to be correct.

The financial information for the 9 months ended 30th September, 2025, included in this report is unaudited.

Executive Summary

on Unaudited Results for the 9 months ended 30th September, 2025

Year-to-date Results

For the nine months ended 30th September, 2025, the Group reported total comprehensive income of \$4.7 million, a \$5.8 million improvement over the total comprehensive loss of \$1.1 million in the comparative period for 2024. This positive result was driven by a strong performance from our Bahamas Property and Casualty (“P&C”) segment, reflecting higher insurance revenue, lower operating expenses and revaluation gains on property.

In the Bahamas P&C segment, insurance revenue rose by 8.3% relative to the same period in the prior year, primarily driven by growth in the motor line of business. As net claims remained relatively flat, this revenue growth resulted in a 19.6% increase in the insurance service result. While the Cayman P&C segment recorded higher gross premiums written, this was offset by more ceded premium from the property line of business, resulting in a flat movement in the total insurance service result for the Cayman segments from prior year.

Other operating expenses improved by \$0.8 million, assisted by lower credit impairment losses and expense reversals attributed to the triennial building revaluation exercise. The revaluation gains from property also boosted other comprehensive income by \$2.7 million during the quarter.

Quarterly Performance for Q3 2025

For the three months ended 30th September, 2025, the Group recorded total comprehensive income of \$4.5 million, compared to \$2.6 million for the same period in 2024. Q3 2025 insurance service result was \$0.4 million lower than the same period last year. The revaluation gains noted previously were fully recorded during the third quarter and were narrowly offset by a \$0.4 million decline in unrealised gains on investments, thus increasing other comprehensive income relative to Q3 2024.

Executive Chair

Financial Summary of Unaudited Results

AS AT 30th SEPTEMBER, 2025
(Expressed in Bahamian dollars)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION	As at:	
	30-Sep-25	31-Dec-24
Cash and cash equivalents	40,140,253	27,266,483
Investments, net	40,611,327	43,585,168
Broker receivables, net	30,528,442	21,446,375
Reinsurance contract assets	63,114,716	55,351,927
Property and equipment, net	27,591,911	24,387,043
Intangible assets and goodwill	7,104,829	7,187,378
Other assets	4,079,472	2,986,283
Total assets	213,170,950	182,210,657
Insurance contract liabilities	118,639,818	93,130,530
Bonds payable	7,734,375	7,616,866
Other liabilities	4,806,822	2,431,518
Total liabilities	131,181,015	103,178,914
Total equity attributable to owners of the company	77,174,835	74,406,776
Non-controlling interest	4,815,100	4,624,967
Total equity	81,989,935	79,031,743
Total liabilities and equity	213,170,950	182,210,657

Financial Summary of Unaudited Results

FOR THE 3 MONTHS ENDED
30th SEPTEMBER, 2025
(Expressed in Bahamian dollars)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	For the 3 Months Ended	
	30-Sep-25	30-Sep-24
Insurance revenue	70,451,821	68,170,243
Insurance service expenses	(31,844,313)	(24,527,114)
Net expenses from reinsurance contracts held	(33,800,008)	(38,449,659)
Insurance service result	4,807,500	5,193,470
Finance expenses from insurance contracts issued	(371,290)	(434,941)
Finance income from reinsurance contracts held	217,661	272,991
Net finance expenses from insurance and reinsurance contracts	(153,629)	(161,950)
Investment and other income, net	289,888	375,425
Other operating expenses	(2,855,017)	(2,915,545)
Profit	2,008,742	2,491,400
Other comprehensive (loss)/income	2,388,388	73,576
Total comprehensive income	4,477,130	2,564,976
Profit/(loss) attributable to:		
Owners of the company	1,968,401	2,493,329
Non-Controlling Interest	120,341	(1,929)
Profit	2,088,742	2,491,400
Earnings per common share (Note 5)	0.05	0.07
Total comprehensive income/(loss) attributable to:		
Owners of the company	4,198,911	2,751,233
Non-Controlling Interest	278,219	(186,257)
Total comprehensive income	4,477,130	2,564,976

Financial Summary of Unaudited Results

FOR THE 9 MONTHS ENDED
30th SEPTEMBER, 2025
(Expressed in Bahamian dollars)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the 9 Months Ended
30-Sep-25 30-Sep-24

Insurance revenue	143,637,880	135,424,330
Insurance service expenses	(77,279,953)	(65,119,314)
Net expenses from reinsurance contracts held	(56,040,369)	(61,646,748)
Insurance service result	10,317,558	8,658,268
Finance expenses from insurance contracts issued	(667,098)	(987,276)
Finance income from reinsurance contracts held	399,416	482,407
Net expenses from insurance and reinsurance contracts held	(267,682)	(504,869)
Investment and other income, net	1,369,118	1,211,624
Other operating expenses	(9,393,590)	(10,199,367)
Profit/(loss)	2,025,404	(834,344)
Other comprehensive loss	2,655,752	(261,975)
Total comprehensive income/(loss)	4,681,156	(1,096,319)
Profit/(loss) attributable to:		
Owners of the company	2,061,722	(711,154)
Non-Controlling Interest	(36,318)	(123,190)
Profit/(loss)	2,025,404	(834,344)
Earnings/(loss) per common share (Note 5)	0.05	(0.03)
Total comprehensive income/(loss) attributable to:		
Owners of the company	4,491,023	(1,021,016)
Non-Controlling Interest	190,133	(75,303)
Total comprehensive income/(loss)	4,681,156	(1,096,319)

Financial Summary of Unaudited Results

FOR THE 9 MONTHS ENDED
30th SEPTEMBER, 2025
(Expressed in Bahamian dollars)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	For the 9 Months Ended	
	30-Sep-25	30-Sep-24
Common shares, Preference shares, Contributed surplus and General reserve		
Balance at beginning and end of period	24,291,275	24,291,275
Revaluation reserve		
Balance at beginning of period	16,682,470	17,403,666
Other comprehensive loss	2,429,301	(493,635)
Balance at end of period	19,111,771	16,910,031
Retained earnings		
Balance at beginning of period	33,433,031	29,804,911
Total comprehensive income/(loss)	2,061,722	(527,381)
Preference share dividends	(262,500)	(262,500)
Common share dividends	(1,460,464)	(1,460,464)
Balance at end of period	33,771,789	27,554,566
Non-controlling interest		
Balance at beginning of period	4,624,967	4,346,517
Total comprehensive income/(loss)	190,133	(75,303)
Balance at end of period	4,815,100	4,271,214
Total equity at end of period	81,989,935	73,027,086

Financial Summary of Unaudited Results

FOR THE 9 MONTHS ENDED
30th SEPTEMBER, 2025
(Expressed in Bahamian dollars)

CONSOLIDATED STATEMENT OF CASH FLOWS	For the 9 Months Ended	
	30-Sep-25	30-Sep-24
Net cash from operating activities	13,655,540	7,748,299
Net cash from/(used in) investing activities	1,171,642	(1,079,900)
Net cash used in financing activities	(1,953,412)	(1,711,280)
Net increase in cash and cash equivalents	12,873,770	4,957,119
 Cash and cash equivalents at the beginning of the period	 27,266,483	 34,425,676
Cash and cash equivalents at the end of the period	40,140,253	39,382,795

Selected Explanatory Notes to the Unaudited Financial Results

For the 9 Months Ended 30th September, 2025

1. GENERAL

Bahamas First Holdings Limited (“BFH” or the “Company”) and its subsidiaries are incorporated under the laws of the Commonwealth of The Bahamas, except BFH International Limited, Cayman First Insurance Company Limited, BRAC Insurance Associates Ltd. and BFH Services (Cayman) Limited which are incorporated under the laws of the Cayman Islands.

These consolidated unaudited financial results include the accounts of BFH and its subsidiaries, which are hereinafter collectively referred to as the “Group”. The primary activity of the Group is the carrying on of general insurance business (Property and Casualty) and Health and Group Life insurance. The subsidiaries are as follows:

Registered insurers

- Bahamas First General Insurance Company Limited (“BFG”)
- Cayman First Insurance Company Limited (“CFI”)

Registered insurance intermediaries

- Nassau Underwriters Agency Insurance Agents & Brokers Ltd. (“NUA”)
- BRAC Insurance Associates Ltd. (“BIA”)

Management company

- Bahamas First Corporate Services Ltd. (“BFCS”)

Insurance holding company

- BFH International Limited (“BFHIL”)

Dormant companies

- CMA Insurance Brokers & Agents Limited (“CMA”)
- First Response Limited (“FRL”)
- BFH Services (Cayman) Limited (“BFHS”)

All of the above subsidiaries are wholly-owned except for CFI, of which BFHIL owns 87.70%. The ordinary and preference shares along with the corporate bonds are listed and traded on the Bahamas International Securities Exchange. The registered office of the Company is located at 32 Collins Avenue, Nassau, The Bahamas.

2. MATERIAL ACCOUNTING POLICY INFORMATION

The condensed interim financial results have been prepared in accordance with IAS 34 Interim Financial Reporting (“IAS 34”), using the accounting policies adopted in the last annual financial statements for the year ended 31st December, 2024. The Group has consistently applied the same accounting policies through all periods presented. These interim unaudited consolidated financial results should be read in conjunction with the consolidated financial statements of the Group for the year ended 31st December, 2024.

Selected Explanatory Notes to the Unaudited Financial Results (Continued)

For the 9 Months Ended 30th September, 2025

3. SEASONALITY

The Property and Casualty insurance business is seasonal in nature with the bulk of the catastrophe insurance revenue being recognised during the hurricane months of June to November. The insurance service result is driven mainly by claims associated with weather conditions and may vary significantly between quarters. Profit commission earned from reinsurers and paid to agents are significantly impacted by natural catastrophes and are therefore recorded only in the fourth quarter.

4. SEGMENTED INFORMATION

The Group's operating segments are identified based on the internal reports that are regularly reviewed by the Chief Operating Decision Maker for the purpose of allocating resources and assessing performance. The Group's operations are organised into the following operating segments of Property and Casualty ("P&C") and Health and Group Life ("H&L") and by geographic location.

The segment results for the interim periods are noted in the table displayed ►

	BAHAMAS	CAYMAN		
	P&C	P&C	H&L	TOTAL
	\$	\$	\$	\$
For The 9 Months Ended 30-Sep-25				
Insurance service result	10,105,504	1,015,367	(803,313)	10,317,558
Profit/(loss)	2,425,941	401,561	(802,098)	2,025,404
Capital expenditure	1,450,699	108,223	126,173	1,685,095
As at 30-Sep-25				
Total assets	139,404,723	51,999,547	21,766,680	213,170,950
Total liabilities	101,731,054	24,617,009	4,832,952	131,181,015
For The 9 Months Ended 30-Sep-24				
Insurance service result	8,452,564	1,450,496	(1,244,792)	8,658,268
Profit/(loss)	237,228	248,189	(1,319,761)	(834,344)
Capital expenditure	247,386	4,908	4,715	257,009
As at 31-Dec-24				
Total assets	113,274,321	44,544,997	24,391,339	182,210,657
Total liabilities	77,392,473	20,300,903	5,485,538	103,178,914

Selected Explanatory Notes to the Unaudited Financial Results (Continued)

For the 9 Months Ended 30th September, 2025

5. EARNINGS PER COMMON SHARE

	2025	2024
	\$	\$
3 months Ended 30-Sep		
Profit attributable to owners of the company	1,968,401	2,493,329
Preference shares dividend paid	(87,500)	(87,500)
Profit attributable to common shareholders	1,880,901	2,405,829
Weighted average number of common shares outstanding	36,511,589	36,511,589
Basic and diluted earnings per common share	0.05	0.07
9 months Ended 30-Sep		
Profit/(loss) attributable to owners of the company	2,061,722	(711,154)
Preference shares dividend paid	(262,500)	(262,500)
Profit/(loss) attributable to common shareholders	1,799,222	(973,654)
Weighted average number of common shares outstanding	36,511,589	36,511,589
Basic and diluted earnings/(loss) per common share	0.05	(0.03)

Bahamas First Holdings Limited

32 Collins Avenue

Nassau, The Bahamas

T: [242] 302 3900

F: [242] 302 3901

Send inquiries to: info@bahamasfirst.com