

BANK OF THE BAHAMAS LIMITED
Unaudited Condensed Consolidated Financial Statements
For the Period Ended September 30, 2020

BANK OF THE BAHAMAS LIMITED

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at September 30, 2020 with comparative figures as at June 30, 2020

(Expressed in Bahamian Dollars)

| | September 30, 2020 | June 30, 2020 |
|--|------------------------------|------------------------------|
| ASSETS | | |
| Cash and account with The Central Bank | \$ 115,561,142 | \$ 111,805,644 |
| Cash equivalents - Treasury Bills | 89,360,211 | 44,935,963 |
| Due from banks | 51,077,609 | 49,337,226 |
| Investment securities, net | 48,885,985 | 49,515,299 |
| Loans and advances to customers, net | 375,128,015 | 370,450,448 |
| Investment property | 6,463,000 | 6,463,000 |
| Other assets | 9,895,513 | 11,396,999 |
| Property and equipment, net | 6,193,995 | 6,099,639 |
| Right-of-use assets | 3,485,894 | 3,833,240 |
| Computer software, net | 5,252,479 | 5,313,347 |
| Note receivable, net | 162,803,411 | 162,803,411 |
| TOTAL | <u>\$ 874,107,254</u> | <u>\$ 821,954,216</u> |
| LIABILITIES | | |
| Deposits from customers and banks | \$ 681,715,722 | \$ 632,824,620 |
| Other liabilities | 29,533,205 | 28,340,104 |
| Lease liabilities | 3,720,369 | 4,073,638 |
| Deferred loan fees | 2,565,528 | 2,617,776 |
| Total liabilities | <u>717,534,824</u> | <u>667,856,138</u> |
| EQUITY | | |
| Share capital | 42,610,505 | 42,610,505 |
| Share premium | 81,950,384 | 81,950,384 |
| Treasury shares | (1,318,224) | (1,318,224) |
| Net gain on FVOCI | 2,928,838 | 2,821,670 |
| Special retained earnings | 172,122,932 | 172,122,932 |
| Accumulated deficit | (141,722,005) | (144,089,189) |
| Total equity | <u>156,572,430</u> | <u>154,098,078</u> |
| TOTAL | <u>\$ 874,107,254</u> | <u>\$ 821,954,216</u> |

BANK OF THE BAHAMAS LIMITED

UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three months ended September 30, 2020

with comparatives for the three months ended September 30, 2019

(Expressed in Bahamian Dollars)

| | Three Months | |
|---|---------------------|-------------------|
| | 2020 | 2019 |
| Continuing Operations: | | |
| Interest and similar income | \$ 9,475,550 | \$ 9,553,232 |
| Interest and similar expense | (1,587,421) | (1,854,274) |
| Net interest income | <u>7,888,129</u> | <u>7,698,958</u> |
| Fees and commission income | 1,890,243 | 2,086,722 |
| Fees and commission expense | (65,948) | (65,970) |
| Net fees and commission income | <u>1,824,295</u> | <u>2,020,752</u> |
| Other operating income | 827,489 | 896,045 |
| Total operating income | 10,539,913 | 10,615,755 |
| Operating expenses | (8,233,026) | (7,472,576) |
| Net operating income | <u>2,306,887</u> | <u>3,143,179</u> |
| Credit loss recovery/(expense), net | 60,297 | (2,655,775) |
| Net income | <u>\$ 2,367,184</u> | <u>\$ 487,404</u> |
| Other comprehensive income | | |
| Movement in fair value: equity investments at FVOCI | 107,168 | (8,353) |
| Total comprehensive income for the year | <u>\$ 2,474,352</u> | <u>\$ 479,051</u> |
| EARNINGS PER SHARE CALCULATION: | | |
| NET INCOME | \$ 2,367,184 | \$ 487,404 |
| WEIGHTED AVERAGE NUMBER OF COMMON SHARES | <u>42,959,494</u> | <u>42,959,494</u> |
| EARNINGS PER SHARE | <u>\$ 0.06</u> | <u>\$ 0.01</u> |

BANK OF THE BAHAMAS LIMITED

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended September 30, 2020
with comparatives for the three months ended September 30, 2019
(Expressed in Bahamian Dollars)

| | Share Capital | Share Premium | Treasury Shares | Net Gain on FVOCI | Special Retained Earnings | Accumulated Deficit | Total |
|---|----------------------|----------------------|-----------------------|----------------------|---------------------------------|-------------------------|-----------------------|
| Balance at June 30, 2019 | \$ 42,610,505 | \$ 81,950,384 | \$ (1,318,224) | \$ 2,512,459 | \$ 172,122,932 | \$ (136,362,716) | \$ 161,515,340 |
| <i>Total comprehensive income:</i> | | | | | | | |
| Net income for the period | - | - | - | - | - | 487,404 | 487,404 |
| Movement in fair value: equity investments at FVOCI | - | - | - | (8,353) | - | - | (8,353) |
| Balance at September 30, 2019 | \$ 42,610,505 | \$ 81,950,384 | \$ (1,318,224) | \$ 2,504,106 | \$ 172,122,932 | \$ (135,875,312) | \$ 161,994,391 |
| Balance at June 30, 2020 | \$ 42,610,505 | \$ 81,950,384 | \$ (1,318,224) | \$ 2,821,670 | \$ 172,122,932 | \$ (144,089,189) | \$ 154,098,078 |
| <i>Total comprehensive income:</i> | | | | | | | |
| Net income for the period | - | - | - | - | - | 2,367,184 | 2,367,184 |
| Movement in fair value: equity investments at FVOCI | - | - | - | 107,168 | - | - | 107,168 |
| Balance at September 30, 2020 | \$ 42,610,505 | \$ 81,950,384 | \$ (1,318,224) | \$ 2,928,838 | \$ 172,122,932 | \$ (141,722,005) | \$ 156,572,430 |

BANK OF THE BAHAMAS LIMITED

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS

For the three months ended September 30, 2020
with comparatives for the three months ended September 30, 2019
(Expressed in Bahamian Dollars)

| | 2020 | 2019 |
|---|------------------------------|------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | |
| Net income | \$ 2,367,184 | \$ 487,404 |
| Adjustments for: | | |
| Depreciation and amortization | 341,879 | 168,337 |
| Net provision for loan losses | (60,297) | 2,655,775 |
| | <u>2,648,766</u> | <u>3,311,516</u> |
| Change in operating assets and liabilities | 3,965,936 | 637,098 |
| (Increase)/decrease in loans and advances to customers, net | (4,617,271) | 87,489 |
| Increase/(decrease) in deposits from customers and banks | 48,891,102 | (3,394,304) |
| Net cash provided by operating activities | <u>50,888,533</u> | <u>641,799</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | |
| Acquisition of property and equipment | (272,665) | (763,965) |
| Acquisition of computer software | (102,702) | - |
| Proceeds from maturity of investment securities | 724,800 | - |
| Purchase of investment securities | - | 20,273,600 |
| Net cash provided by investing activities | <u>349,433</u> | <u>19,509,635</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES: | | |
| Payment of lease liabilities | (388,867) | - |
| Net cash used in financing activities | <u>(388,867)</u> | <u>-</u> |
| Net increase in cash and cash equivalents | 50,849,099 | 20,151,434 |
| Cash and cash equivalents, beginning of year | 180,734,831 | 157,479,873 |
| Cash and cash equivalents, end of year | <u>\$ 231,583,930</u> | <u>\$ 177,631,307</u> |
| SUPPLEMENTAL INFORMATION: | | |
| Interest received | \$ 10,209,294 | \$ 11,050,538 |
| Interest paid | 1,689,098 | 2,285,868 |