FINANCIAL PERFORMANCE FOR THE YEAR ENDED JUNE 30, 2026

Bank of the Bahamas (the Bank) delivered another year of strong financial performance, with total assets of **$1.3 billion** and net income of **$26.5 million** for the year ended June 30, 2026. This performance reflects a resilient operating environment and disciplined execution of the Bank's strategic priorities.

Included in the strategic priorities was the upgrade of the Bank's core banking system and online banking platforms in May 2026. As with any transformation of this scale, the implementation resulted in temporary service disruptions and inconvenience for some customers. While we sincerely regret the inconvenience experienced, our teams worked tirelessly to restore services, support our customers, and resolve issues as quickly as possible. We are grateful for the patience, understanding, and loyalty shown by our customers throughout this period.

Total operating income increased by **$8.8 million** compared to the prior year, driven primarily by a **$6.6 million** increase in interest income resulting from continued growth in the Bank’s credit portfolio. Non-interest income also improved by **$2.2 million**, reflecting stronger performance across the Bank's diversified revenue streams. Net impairment losses remained well controlled at **$1.4 million**. Operating expenses on a year-over-year comparative basis increased by **$8.5 million** largely due to a prior year one time provision reversal.

As of June 30, 2026, net loans and advances totaled **$597.5 million**, reflecting the Bank's continued commitment to prudent and sustainable lending across key market segments. Shareholders' equity increased to **$251.1 million**; with a **41.5%** Common Equity Tier 1 (CET1) capital ratio significantly exceeding the regulatory minimum requirement of **17%**, underscoring the Bank's sound financial position and prudent stewardship of capital.

Looking ahead, we remain committed to executing our strategic vision by expanding our products and services, strengthening our presence throughout The Bahamas, and continuing our investment in digital transformation. Our focus remains on delivering innovative, accessible, and customer-centric banking solutions while maintaining financial strength and operational excellence that have become hallmarks of the Bank.

On behalf of the Board of Directors, Management, and staff, we extend our sincere appreciation to our customers, shareholders, employees, regulators, and business partners for their continued trust, confidence, and support. We remain committed to serving The Bahamas with integrity, innovation, and financial strength as we build on our success in the years ahead.

Neil Strachan, Managing Director