

Condensed Unaudited Consolidated Interim Financial Statements of
Colina Holdings Bahamas Limited
Nine Months Ended September 30, 2024
UNAUDITED

Message from the Chairman

Dear Shareholders,

Colina Holdings Bahamas Limited (CHBL) remains focused on delivering value to its stakeholders through strategic initiatives and sound governance. By fostering innovation and leveraging its strong foundation, the Group is well-positioned to capitalize on emerging opportunities while ensuring long-term growth and resilience amidst a dynamic market landscape.

The Company reported net income attributable to ordinary shareholders of \$34.9 million or \$1.41 per ordinary share, for the nine months ended September 30, 2024. This represents an increase compared to the \$24.2 million, or \$0.98 per ordinary share, reported for the same period in 2023. With the implementation of IFRS 9, unrealized mark-to-market gains and losses are now recognized directly in income rather than through the revaluation reserve, introducing greater variability to income across reporting periods.

Net investment income for the quarter ended September 30, 2024 totalled \$25.0 million, driven primarily by \$19.0 million in unrealized net fair value gains. The resulting total for the 9-month period is net investment income amounting to \$45.5 million compared to \$49.6 million for the same period in the prior year.

Insurance service result, for the nine months ended September 30, 2024, amounted to \$10.3 million, reflecting a notable increase compared to the prior year's insurance service result of \$3.3 million. Claims costs have been less than prior year resulting in reduced insurance service expenses relative to the same period in the prior year accompanied by an increase in insurance revenue.

Total assets are \$882.0 million, as at September 30, 2024, with invested assets comprising \$629.7 million, representing over 71.0% of total assets. Shareholders' equity stood at \$258.6 million as at September 30, 2024, net of \$1.8 million in dividend distributions to the Class "A" preference shareholders and dividends of \$6.4 million to Class "A" ordinary shareholders.

CHBL continues to strengthen its financial foundation and operational efficiency, ensuring its ability to deliver on commitments to its shareholders, policyholders, and customers. By focusing on strategic execution and a forward-looking approach, the Company remains resilient and agile, positioning itself to thrive amid evolving market challenges and opportunities.



Terence Hilts
Chairman

COLINA HOLDINGS BAHAMAS LIMITED
Condensed Unaudited Consolidated Interim Statement of Financial Position

At September 30, 2024 with corresponding figures as at December 31, 2023
(Expressed in Bahamian dollars)

	September 30, 2024	December 31, 2023
ASSETS		
Cash and demand balances	\$ 68,546,116	\$ 51,344,774
Term deposits	7,591,865	7,531,464
Investment securities and other financial assets	542,869,772	525,684,671
Receivables and other assets	126,439,048	104,460,823
Insurance contract assets	1,443,433	1,345,471
Reinsurance contract assets	32,855,892	29,808,517
Mortgages and commercial loans	9,473,093	13,596,100
Investment properties	64,457,904	62,315,490
Equity-accounted investees	5,340,875	5,163,745
Property and equipment	16,471,483	16,009,844
Goodwill	6,418,337	6,418,337
Other intangible assets	109,134	436,537
Total assets	\$ 882,016,952	\$ 824,115,773
LIABILITIES		
Insurance contract liabilities	\$ 525,180,490	\$ 494,286,557
Investment contract liabilities	25,046,755	25,802,863
Other liabilities	64,668,300	65,500,644
Lease liabilities	1,992,765	1,604,634
Total liabilities	616,888,310	587,194,698
EQUITY		
Ordinary shares	\$ 24,729,613	\$ 24,729,613
Contributed capital	5,960,299	5,960,299
Revaluation reserve	12,220,872	12,220,944
Retained earnings	173,204,103	144,761,944
Total ordinary shareholders' equity	216,114,887	187,672,800
Preference shares	42,500,000	42,500,000
Total shareholders' equity	258,614,887	230,172,800
Non-controlling interests	6,513,755	6,748,275
Total equity	265,128,642	236,921,075
Total liabilities and equity	\$ 882,016,952	\$ 824,115,773

The accompanying notes are an integral part of these condensed consolidated financial statements.

COLINA HOLDINGS BAHAMAS LIMITED
Condensed Unaudited Statement of Profit or Loss and Other Comprehensive Income

For the Nine months ended September 30, 2024
with corresponding figures for the Nine months ended September 30, 2023
(Expressed in Bahamian dollars)

	9 Months Ended Sept. 30, 2024	9 Months Ended Sept. 30, 2023
Revenues:		
Insurance revenue	\$ 96,315,722	\$ 93,712,691
Insurance service expenses	(78,732,201)	(84,084,454)
Net expenses from reinsurance contracts held	(7,283,695)	(6,313,584)
Insurance service result	10,299,826	3,314,653
Net investment income	45,522,650	49,601,608
Net investment income	45,522,650	49,601,608
Finance expenses from insurance contracts issued	(27,895,947)	(30,564,615)
Finance income from reinsurance contracts held	694,830	684,252
Net insurance finance expenses	(27,201,117)	(29,880,363)
NET INSURANCE AND INVESTMENT RESULT	\$ 28,621,359	\$ 23,035,898
Investment management and other fees	15,206,929	13,825,745
Other income and fees	8,143,563	8,719,385
Share of profit/(loss) of equity-accounted investees	177,129	59,420
Other operating expenses	(13,852,150)	(16,921,171)
Other expenses	138,631	(173,979)
Other finance costs and interest	(1,965,310)	(2,135,320)
Net income for the year	\$ 36,470,151	\$ 26,409,978
Net income attributable to:		
Equity shareholders of the Company	\$ 36,704,671	\$ 26,027,134
Non-controlling interests	(234,520)	382,844
Net income for the year	\$ 36,470,151	\$ 26,409,978
Basic earnings per ordinary share	\$ 1.41	\$ 0.98

The accompanying notes are an integral part of these condensed consolidated financial statements.

COLINA HOLDINGS BAHAMAS LIMITED
Condensed Unaudited Statement of Profit or Loss and Other Comprehensive Income

For the Nine months ended September 30, 2024
with corresponding figures for the Nine months ended September 30, 2023
(Expressed in Bahamian dollars)

	9 Months Ended Sept. 30, 2024	9 Months Ended Sept. 30, 2023
Net income for the year	\$ 36,470,151	\$ 26,409,978
Other comprehensive income/(loss):		
<i>Items that will not be reclassified to profit or loss</i>		
Revaluation of land and building	-	\$ 120,614
Total comprehensive income for the year	\$ 36,470,151	\$ 26,530,592
Attributable to:		
Equity shareholders of the Company	\$ 36,704,671	\$ 26,147,749
Non-controlling interests	(234,520)	\$ 382,843
Total comprehensive income for the year	\$ 36,470,151	\$ 26,530,592
Comprehensive earnings per ordinary share	\$ 1.41	\$ 0.98

The accompanying notes are an integral part of these condensed consolidated financial statements.

COLINA HOLDINGS BAHAMAS LIMITED
Condensed Unaudited Statement of Profit or Loss and Other Comprehensive Income

For the three months ended September 30, 2024
with corresponding figures for the three months ended September 30, 2023
(Expressed in Bahamian dollars)

	3 Months Ended September 30, 2024	3 Months Ended September 30, 2023
Revenues:		
Insurance revenue	\$ 32,466,044	\$ 31,237,564
Insurance service expenses	(28,663,552)	(28,028,151)
Net expenses from reinsurance contracts held	(2,631,934)	(2,104,528)
Insurance service result	1,170,558	1,104,885
Net investment income	25,030,196	16,533,869
Net investment income	25,030,196	16,533,869
Finance expenses from insurance contracts issued	(4,088,926)	(10,188,205)
Finance income from reinsurance contracts held	176,710	228,084
Net insurance finance expenses	(3,912,216)	(9,960,121)
NET INSURANCE AND INVESTMENT RESULT	\$ 22,288,538	\$ 7,678,633
Investment management and other fees	5,751,719	4,608,582
Other income and fees	2,225,899	2,906,462
Share of profit/(loss) of equity-accounted investees	26,407	19,807
Other operating expenses	(3,967,995)	(5,640,390)
Other expenses	102,802	(57,993)
Other finance costs and interest	(644,361)	(711,775)
Net income for the year	\$ 25,783,009	\$ 8,803,326
Net income attributable to:		
Equity shareholders of the Company	\$ 25,674,050	\$ 8,675,711
Non-controlling interests	108,959	\$ 127,615
Net income for the year	\$ 25,783,009	\$ 8,803,326
Basic earnings per ordinary share	\$ 1.01	\$ 0.32

The accompanying notes are an integral part of these condensed consolidated financial statements.

COLINA HOLDINGS BAHAMAS LIMITED
Condensed Unaudited Statement of Profit or Loss and Other Comprehensive Income

For the three months ended September 30, 2024
with corresponding figures for the three months ended September 30, 2023
(Expressed in Bahamian dollars)

	3 Months Ended September 30, 2024	3 Months Ended September 30, 2023
Net income for the year	\$ 25,783,009	\$ 8,803,326
Other comprehensive income/(loss):		
Revaluation of land and building	-	\$ 40,205
Total comprehensive income for the year	\$ 25,783,009	\$ 8,843,531
Attributable to:		
Equity shareholders of the Company	\$ 25,674,050	\$ 8,715,916
Non-controlling interests	108,959	\$ 127,615
Total comprehensive income for the year	\$ 25,783,009	\$ 8,843,531
Comprehensive earnings per ordinary share	\$ 1.01	\$ 0.33

The accompanying notes are an integral part of these condensed consolidated financial statements.

COLINA HOLDINGS BAHAMAS LIMITED
Condensed Unaudited Consolidated Statement of Changes in Equity

For the Nine months ended September 30, 2024 with corresponding figures for the year ended December 31, 2023
(Expressed in Bahamian dollars)

	Ordinary Share Capital	Contributed Capital	Revaluation Reserve	Retained Earnings	Preference Share Capital	Non- controlling Interests	Total Equity
Balance at December 31, 2022	\$ 24,729,613	\$ 5,960,299	\$ 12,062,956	\$ 118,932,548	\$ 42,500,000	\$ 27,746,228	\$ 231,931,644
Net income for the year	-	-	-	34,702,846	-	510,458	35,213,304
Revaluation of investment property formerly owner-occupied	-	-	160,819	-	-	-	160,819
Changes in non-controlling interests	-	-	-	-	-	(21,508,411)	(21,508,411)
Dividends paid to ordinary shareholders	-	-	-	(6,429,700)	-	-	(6,429,700)
Preference share dividends	-	-	-	(2,443,750)	-	-	(2,443,750)
Balance, December 31, 2023	\$ 24,729,613	\$ 5,960,299	\$ 12,220,944	\$ 144,761,944	\$ 42,500,000	\$ 6,748,275	\$ 236,921,075
Net income for the year	-	-	-	36,704,671	-	(234,520)	36,470,151
Share of OCI of Equity-Accounted Investees	-	-	(72)	-	-	-	(72)
Dividends paid to ordinary shareholders	-	-	-	(6,429,699)	-	-	(6,429,699)
Preference share dividends	-	-	-	(1,832,813)	-	-	(1,832,813)
Balance, September 30, 2024	\$ 24,729,613	\$ 5,960,299	\$ 12,220,872	\$ 173,204,103	\$ 42,500,000	\$ 6,513,755	\$ 265,128,642

The accompanying notes are an integral part of these condensed consolidated financial statements.

COLINA HOLDINGS BAHAMAS LIMITED
Condensed Unaudited Consolidated Statement of Cash Flows

For the Nine months ended September 30, 2024
(Expressed in Bahamian dollars)

	9 Months Ended September 30, 2024
Cash flows from operating activities:	
Net income	\$ 36,470,151
Adjustments to reconcile net income to net cash provided by/(used in) operating activities:	
Fair value gains on financial assets	(19,596,657)
Changes in provisions and expected credit losses for mortgage loans	3,428,047
Depreciation and impairment/amortization charges	744,453
Net realized gains on fair value through profit or loss securities	(233,209)
Interest income	(35,975,775)
Dividend income	(672,774)
Net fair value gains on investment properties	(35,718)
Finance costs and interest	2,069,261
Operating cash flows before changes in operating assets and liabilities	(13,802,221)
Changes in operating assets and liabilities:	
Changes in reinsurance contract assets and liabilities	(3,047,375)
Changes in insurance contract assets and liabilities	30,795,971
Changes in investment contract liabilities	(756,107)
Decrease in other assets	(17,120,817)
Decrease in other liabilities	1,355,143
Net cash used in operating activities	(2,575,406)

(Continued)

The accompanying notes are an integral part of these condensed consolidated financial statements.

COLINA HOLDINGS BAHAMAS LIMITED
Condensed Unaudited Consolidated Statement of Cash Flows

For the Nine months ended September 30, 2024
(Expressed in Bahamian dollars)

	9 Months Ended September 30, 2024
Cash flows from investing activities:	
Increase in term deposits with original maturities greater than 90 days	(458,815)
Fair value through profit or loss securities purchased	(44,682,783)
Proceeds on disposal of fair value through profit or loss securities	47,570,651
Net decrease in mortgages and commercial loans	990,422
Additions to investment property	(2,106,696)
Interest received	30,642,945
Dividends received	672,774
Additions to property and equipment	(878,689)
Net cash provided by investing activities	31,749,809
Cash flows from financing activities:	
Repayment on bank borrowings	(4,108,963)
Dividends paid to ordinary shareholders	(6,429,699)
Dividends paid to preference shareholders	(1,832,813)
Net cash used in financing activities	(12,371,475)
Net decrease in cash and cash equivalents	16,802,928
Cash and cash equivalents, beginning of year	52,206,147
Cash and cash equivalents, end of year	\$ 69,009,075

(Concluded)

The accompanying notes are an integral part of these condensed consolidated financial statements.

COLINA HOLDINGS BAHAMAS LIMITED
Selected Explanatory Notes to the Condensed Unaudited Consolidated Financial Statements

For the period ended September 30, 2024
(Expressed in Bahamian dollars)

1. General Information

Colina Holdings Bahamas Limited ("the Company") was incorporated under the laws of the Commonwealth of The Bahamas on July 6, 1993.

The Company acts principally as a holding company of its principal subsidiaries, Colina Insurance Limited ("Colina"), a wholly-owned life and health insurer incorporated in The Bahamas; Colina General Insurance Agents & Brokers Limited ("CGIA"), a wholly-owned general insurance agent and broker; Colina Financial Advisors Ltd. ("CFAL"), a wholly-owned financial services company, and CPCH Bahamas Limited ("CPCH"), a holding company for the Group's general insurance business.

Colina is registered to operate as a life and health insurer in The Bahamas, The Cayman Islands, and The Turks and Caicos Islands. CGIA holds a dual registration as a general insurance broker and agent for operations in The Bahamas. CFAL is licensed as a broker dealer in The Bahamas.

The ordinary shares of the Company are listed on the Bahamas International Securities Exchange. At September 30, 2024 approximately 58.1% (2023: 58.1%) of the Company's issued ordinary shares were owned by AF Holdings Ltd. ("AFH") and 41.9% (2023: 41.9%) by the Bahamian public.

The registered office of the Company is located at Trinity Place Annex, Frederick and Shirley Streets, P.O. Box N-4805, Nassau, The Bahamas and its principal place of business is located at 308 East Bay Street, P.O. Box N-4728, Nassau, The Bahamas.

2. Significant Accounting Policies

The Company's historical accounts follow International Financial Reporting Standards ("IFRS") in its accounting policies for interim financial information.

While these financial statements do not include all of the information and footnotes required by IFRS for complete financial statements, in the opinion of management, these unaudited condensed consolidated financial statements reflect all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation of the Company's financial position and results of operations as at the end of and for the periods presented. All significant intercompany accounts and transactions have been eliminated from these statements. The preparation of unaudited condensed consolidated financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

COLINA HOLDINGS BAHAMAS LIMITED**Selected Explanatory Notes to the Condensed Unaudited Consolidated Financial Statements**

For the period ended September 30, 2024
(Expressed in Bahamian dollars)

3. Cash and Cash Equivalents

For the purposes of the consolidated statement of cash flows, cash and cash equivalents are comprised of the following:

	September 30, 2024	December 31, 2023
Term deposits	\$ 7,591,865	\$ 7,531,464
Less: Deposits with original maturities of greater than 90 days	(7,128,906)	(6,670,091)
Short-term deposits (cash equivalents)	462,959	861,373
Cash and demand balances	68,546,116	51,344,774
Total cash and cash equivalents	\$ 69,009,075	\$ 52,206,147

4. Invested Assets

	September 30, 2024	December 31, 2023
Term deposits	\$ 7,591,865	\$ 7,531,464
Investment securities and other financial assets	542,869,772	525,684,671
Mortgages and commercial loans	9,473,093	13,596,100
Investment properties	64,457,904	62,315,490
Equity-accounted investees	5,340,875	5,163,745
Total invested assets	\$ 629,733,509	\$ 614,291,470

5. Earnings Per Share and Dividends Per Share

Basic earnings per ordinary share is calculated by dividing net income attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares issued and outstanding during the period, excluding ordinary shares of the Company acquired by Colina held as treasury shares. There were no treasury shares held by Colina as at September 30, 2024 (September 30, 2023: nil).

	9 Months Ended Sept. 30, 2024	9 Months Ended Sept. 30, 2023
Net income attributable to equity shareholders	\$ 36,704,671	\$ 26,027,134
Net income attributable to ordinary shareholders	\$ 34,871,858	\$ 24,194,322
Weighted average number of ordinary shares outstanding	24,729,613	24,729,613
Basic earnings per ordinary share	\$ 1.41	\$ 0.98

	9 Months Ended Sept. 30, 2024	9 Months Ended Sept. 30, 2023
Comprehensive income attributable to equity shareholders	\$ 36,704,671	\$ 26,147,749
Comprehensive income attributable to ordinary shareholders	\$ 34,871,858	\$ 24,314,936
Weighted average number of ordinary shares outstanding	24,729,613	24,729,613
Comprehensive basic earnings per ordinary share	\$ 1.41	\$ 0.98

COLINA HOLDINGS BAHAMAS LIMITED**Selected Explanatory Notes to the Condensed Unaudited Consolidated Financial Statements**

For the period ended September 30, 2024

(Expressed in Bahamian dollars)

	3 Months Ended September 30, 2024	3 Months Ended September 30, 2023
Net income attributable to equity shareholders	\$ 25,783,009	\$ 8,675,711
Net income attributable to ordinary shareholders	\$ 24,866,603	\$ 7,759,305
Weighted average number of ordinary shares outstanding	24,729,613	24,729,613
Basic earnings per ordinary share	\$ 1.01	\$ 0.32
	3 Months Ended September 30, 2024	3 Months Ended September 30, 2023
Comprehensive income attributable to equity shareholders	\$ 25,674,050	\$ 8,715,916
Comprehensive income attributable to ordinary shareholders	\$ 24,757,644	\$ 7,799,510
Weighted average number of ordinary shares outstanding	24,729,613	24,729,613
Comprehensive basic earnings per ordinary share	\$ 1.00	\$ 0.32

Dividends to the Company's shareholders are recognized as a liability in the period in which they are declared by the Board of Directors. For the period ended September 30, 2024, dividends paid by the Company to ordinary shareholders in the period totalled \$6,429,699 (September 30, 2023: \$6,429,699). Dividends paid or accrued by the Company to the Class "A" preference shareholders during the period totalled \$1,832,813 (September 30, 2023: \$1,832,813). The Company does not have any dilutive shares.