

Fidelity Bank (Bahamas) Limited
(Incorporated under the laws of the Commonwealth of The Bahamas)

Consolidated Statement of Financial Position (Unaudited)
As of 30 June 2022
(Expressed in Bahamian dollars)

	2022	2021
	\$	\$
ASSETS		
Cash on hand and at banks	268,873,740	378,754,192
Investment securities	107,772,914	105,409,865
Loans and advances to customers	390,189,642	401,585,362
Other assets	5,705,210	1,937,147
Investments in joint ventures	183,218	195,695
Property, plant and equipment	<u>11,102,270</u>	<u>11,219,518</u>
Total assets	<u>783,826,994</u>	<u>899,101,779</u>
LIABILITIES		
Deposits from customers	664,482,317	769,754,950
Accrued expenses and other liabilities	5,034,188	4,851,294
Debt securities	<u>-</u>	<u>20,068,330</u>
Total liabilities	<u>669,516,505</u>	<u>794,674,574</u>
EQUITY		
Capital – ordinary shares	20,449,512	20,449,512
Capital – preference shares	15,000,000	15,000,000
Revaluation reserve	1,154,052	1,176,670
Retained earnings	<u>77,706,925</u>	<u>67,801,023</u>
Total equity	<u>114,310,489</u>	<u>104,427,205</u>
Total liabilities and equity	<u>783,826,994</u>	<u>899,101,779</u>

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Comprehensive Income (Unaudited) For the Six (6) Months Ended 30 June 2022 (Expressed in Bahamian dollars)

	3 Months Ended	6 Months Ended	
	30 June 2022	30 June 2022	30 June 2021
	\$	\$	\$
INCOME			
Interest income			
Bank deposits, loans and advances	15,125,231	29,758,351	30,456,330
Investment securities	945,275	1,960,886	1,925,822
	16,070,506	31,719,237	32,382,152
Interest expense	(2,851,944)	(5,904,497)	(5,976,247)
Net interest income	13,218,562	25,814,740	26,405,905
Fees and commissions	1,536,799	2,839,327	1,663,535
Other income	83,773	136,570	137,080
Total income	14,839,134	28,790,637	28,206,520
EXPENSES			
General and administrative	4,628,406	8,459,139	6,465,229
Salaries and employee benefits	3,899,947	6,874,378	5,893,412
Provision for loan losses	1,400,778	2,557,715	4,780,195
Depreciation and amortisation	256,129	520,151	738,453
Total expenses	10,185,260	18,411,383	17,877,289
Operating profit	4,653,874	10,379,254	10,329,231
Share of profits of joint ventures	-	(12,477)	3,057
Net income and total comprehensive income	4,653,874	10,366,777	10,332,288
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Weighted average number of ordinary shares outstanding	28,830,129	28,830,129	28,815,779
Earnings per share	0.15	0.34	0.34

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Changes in Equity (Unaudited) For the Six (6) Months Ended 30 June 2022 (Expressed in Bahamian dollars)

	Capital – Ordinary Shares	Capital – Preference Shares	Revaluation Reserve	Retained Earnings	Total
	\$	\$	\$	\$	\$
As of 1 January 2022	<u>20,449,512</u>	<u>15,000,000</u>	<u>1,176,670</u>	<u>67,801,023</u>	<u>104,427,205</u>
Comprehensive income					
Net income	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,366,777</u>	<u>10,366,777</u>
Total comprehensive income	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,366,777</u>	<u>10,366,777</u>
Transfers					
Depreciation transfer	<u>-</u>	<u>-</u>	<u>(22,618)</u>	<u>22,618</u>	<u>-</u>
Total transfers	<u>-</u>	<u>-</u>	<u>(22,618)</u>	<u>22,618</u>	<u>-</u>
Transactions with owners					
Issuance of ordinary shares	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Dividends – preference shares	<u>-</u>	<u>-</u>	<u>-</u>	<u>(483,493)</u>	<u>(483,493)</u>
Dividends – ordinary shares	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total transactions with owners	<u>-</u>	<u>-</u>	<u>-</u>	<u>(483,493)</u>	<u>(483,493)</u>
As of 31 June 2022	<u>20,449,512</u>	<u>15,000,000</u>	<u>1,154,052</u>	<u>77,706,925</u>	<u>114,310,489</u>
Dividends per share	<u>-</u>	<u>0.32</u>			

Fidelity Bank (Bahamas) Limited

Consolidated Statement of Changes in Equity (Unaudited) For the Year Ended 31 December 2021 (Expressed in Bahamian dollars)

	Capital – Ordinary Shares	Capital – Preference Shares	Revaluation Reserve	Retained Earnings	Total
	\$	\$	\$	\$	\$
As of 1 January 2021	<u>20,410,050</u>	<u>15,000,000</u>	<u>971,225</u>	<u>61,429,700</u>	<u>97,810,975</u>
Comprehensive income					
Net income	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,169,732</u>	<u>22,169,732</u>
Total comprehensive income	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,169,732</u>	<u>22,169,732</u>
Transfers					
Depreciation transfer	<u>-</u>	<u>-</u>	<u>205,445</u>	<u>(205,445)</u>	<u>-</u>
Total transfers	<u>-</u>	<u>-</u>	<u>205,445</u>	<u>(205,445)</u>	<u>-</u>
Transactions with owners					
Issuance of ordinary shares	<u>39,462</u>	<u>-</u>	<u>-</u>	<u>104,038</u>	<u>143,500</u>
Dividends – preference shares	<u>-</u>	<u>-</u>	<u>-</u>	<u>(975,000)</u>	<u>(975,000)</u>
Dividends – ordinary shares	<u>-</u>	<u>-</u>	<u>-</u>	<u>(14,722,002)</u>	<u>(14,722,002)</u>
Total transactions with owners	<u>-</u>	<u>-</u>	<u>-</u>	<u>(15,592,964)</u>	<u>(15,553,502)</u>
As of 31 December 2021	<u>20,449,512</u>	<u>15,000,000</u>	<u>1,176,670</u>	<u>67,801,023</u>	<u>104,427,205</u>
Dividends per share	<u>0.51</u>	<u>0.65</u>			

Fidelity Bank (Bahamas) Limited

Notes to the Consolidated Financial Statements (Unaudited) For the Six (6) Months Ended 30 June 2022 (Expressed in Bahamian dollars)

Corresponding Figures

Where necessary, corresponding figures are adjusted to conform with changes in presentation in the current year. Further, corresponding figures presented in the consolidated statement of financial position and related notes are as of 31 December 2021.

Capital Management

The objectives of Fidelity Bank (Bahamas) Limited (the Bank) when managing capital, which comprises total equity on the face of the consolidated statement of financial position, are:

- To comply with the capital requirements set by the Central Bank of The Bahamas (the Central Bank).
- To safeguard the Bank's ability to continue as a going concern so that it can continue to provide returns for its shareholders and benefits for other stakeholders; and
- To maintain a strong capital base to support the development of its business.

Capital adequacy and the use of regulatory capital are monitored by the Bank's management, employing techniques designed to ensure compliance with guidelines established by the Central Bank, including quantitative and qualitative measures. The required information is filed with the Central Bank on a quarterly basis.

The Central Bank, the Bank's principal regulator, requires that the Bank maintains a ratio of total regulatory capital to risk-weighted assets at or above a minimum of 14.00%. For the six (6) months ended 30 June 2022 and the year ended 31 December 2021, the Bank complied with all of the externally imposed capital requirements to which it is subject.

Subsequent Events

Subsequent to 30 June 2022, the Directors declared and settled a dividend on ordinary shares in the amount of \$0.26 per share.